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Workers' Compensation System Data Report

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- System Data Report
- Return to Work Information

Part 1 - General	
Injuries and Claims	
Benefits	
Maximum Medical Improvement	
Impairment Ratings	
Part 2 - Enforcement	
Administrative Violation Referrals	
Compliance Audits and Quality of Care Reviews	
Fraud	
Overall Compliance for Two Key Functions	
Criminal and Administrative Penalties	
Part 3 - Workplace Health & Safety	
Occupational Safety and Health Consultations (OSHCON)	
Hazardous Employer Program	
Rejected Risk Employer Program	
Accident Prevention Services	
Safety Training, Materials, and Violations Hotline	
Part 4 - Benefit Dispute Resolution	
General	
Informal Benefit Dispute Resolution	
Formal Benefit Dispute Resolution	
Assistance and Representation	
Part 5 - Medical	
General	
Medical Payments	
Medical Cost Containment and Medical Compliance	
Medical Dispute Resolution	
Appendix A - Injuries by Nature	
Appendix B - Injuries by Body Part	

INTRODUCTION

For this issue of the Texas Workers' Compensation System Data Report, the following new measures have been added:

- average impairment rating;
- percent of initial temporary income benefits paid timely;
- · percent of medical bills processed timely; and
- · distribution of injuries by industry type.

Measures that use medical billing data have not been updated for this report. In February 2005, the Commission stopped receiving medical billing data while transitioning to a new medical bill data collection process. Due to this transition, the Commission is unable to report measures that rely on medical billing data for this issue.

As always, you are welcome to make suggestions for additional data that would be of assistance. Please email your requests to **strategic.planning@twcc.state.tx.us**.

For additional copies, please call Publications at 512-804-4240 or see the TWCC website at **www.twcc.state.tx.us/newsandpublications.html**. As of September 1, 2005, the Commission will become the Division of Worker's Compensation at the Texas Department of Insurance. At that time, you will be able to access the Workers' Compensation System Data Report at **www.tdi.state.tx.us**.

GENERAL: Injuries and Claims

Totals in Table 1 are based on the year the injury occurred and include only those injuries reported by employers with workers' compensation insurance that caused the worker to miss at least one full day of work. The totals also include all occupational diseases without regard to lost-time. Totals in Table 2 include claims for injuries that caused the worker to lose all or some wages for at least eight days, and claims for which death benefits were paid to a beneficiary. The maturation of the data illustrates the increase in the totals, over time. Table 1

<u>N</u>	Year Injury Occurred								
	2000	2001	2002	2003	2004 ¹	Jan-June 2005			
As of June 2005	207,395	204,210	180,879	163,071	134,733	49,973			
Maturation of the Number of Injuries Required to be Reported to TWCC									
Reported at End of Injury Year	171,443	176,683	142,935	145,487	122,200 ²				
6 months Post Injury Year	198,921	197,204	176,043	160,662	134,733]			
12 months Post Injury Year	204,409	201,310	179,901	162,475		-			
24 months Post Injury Year	207,103	204,592	180,705		-				
36 months Post Injury Year	208,272	204,159		-					
48 months Post Injury Year	207,371		-						
60 months Post Injury Year									

Notes:

¹ In September 2004, automation changes were made to only identify claims as "required to be reported" if there is at least one day of lost time. Previously reported numbers included all claims reported to the Commission, even if there was no lost time.

² Data did not include occupational disease claims in which there was no lost time.

		Table 2								
Number	of Claims for Wh	ich Income and	Death Benefits	Were Paid						
		Year Injury Occurred								
	2000	2001	2002	2003	2004 ¹	Jan-June 2005				
As of June 2005	94,968	89,260	81,860	71,587	61,748	21,487				
Maturation of the	Number of Clain	ns for Which In	come and Death	Benefits Were	Paid					
Reported at End of Injury Year	69,440	67,889	57,333	57,773	51,054 ²					
6 months Post Injury Year	87,282	82,240	77,154	69,125	61,748					
12 months Post Injury Year	91,786	86,610	80,604	70,326		-				
24 months Post Injury Year	95,000	89,877	81,510		-					
36 months Post Injury Year	96,006	89,075		-						
48 months Post Injury Year	94,861		-							
60 months Post Injury Year		_								

Notes:

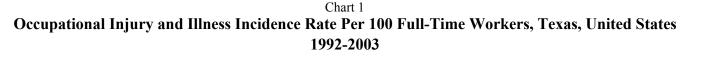
¹ The numbers reported as of December 2004 are lower for some years than previous reports due to the elimination of claims where wages were paid by the employer during the claimant's absence from work.

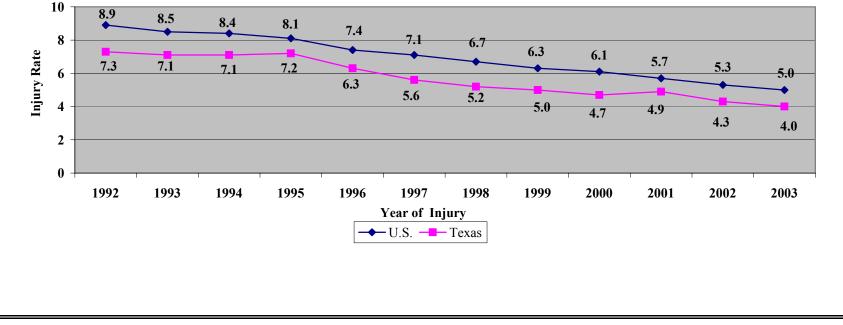
² In September 2004, automation changes were made to only identify claims as income/indemnity claims when income benefits have been paid and reported. Previously reported numbers did not account for the automation changes.

The Occupational Injury and Illness Incidence Rate Per 100 Full-Time Workers is derived from an annual survey of Texas employers (covered and non-covered for workers' compensation) conducted by the U.S. Department of Labor, Bureau of Labor Statistics (BLS), and the Commission. The rate is based on survey responses and does not reflect the number of injuries reported to the Commission shown in Tables 1 and 2 of this report.

Data is reported to the Commission near the end of a calendar year and includes the rate for the previous calendar year; therefore, 2003 data is reported at the end of 2004. As you can see, Texas' incidence rate has been below the national rate since 1992.

In 2002, the Annual Survey of Occupational Injuries and Illnesses began collecting data according to the North American Industry Classification System (NAICS), which replaced the Standard Industrial Classification (SIC) System. Because of differences between NAICS and SIC, the results by industry for 2003 constitute a break in the series, and users of this information are advised that comparisons between the 2003 industry categories and data from previous years is not possible.





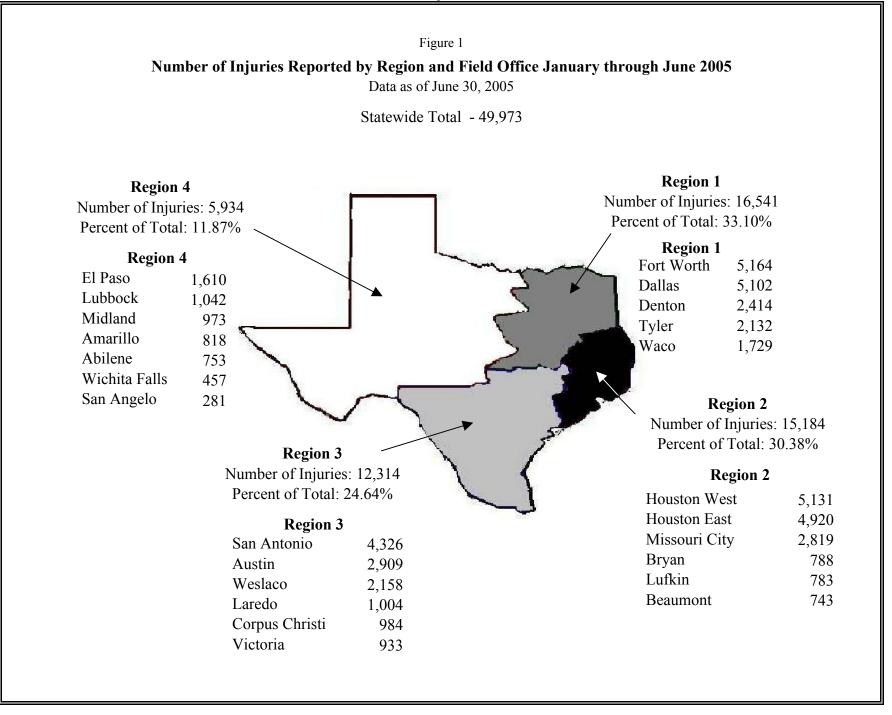


Figure 2 Injuries by Gender Injuries Occurring January through June 2005



Of the injuries reported to the Commission January through June 2005, 64% are sustained by males and 36% are sustained by females. Since 1995, the percentage of males has decreased 2.2%, while females increased.

Table 3						
Injuries By Age						
At The Time of Injury						
Injuries Occurring January						
through June 2005						
18 thru 29	23%					
30 thru 39	26%					
40 thru 49 27%						
50 thru 59 18%						
60 and over 6%						
	ge Age 0.1					

The average age of an injured worker has increased 4.7 years since 1991.

Table 4						
Injuries By Race or Ethnicity						
Injuries Occurring January through June 2005						
White	44%					
Hispanic	37%					
Black	Black 17%					
Asian	1%					
Other	1%					

The injury report form allows race (Black, White, Asian) information and ethnicity (Hispanic, Native, Other) information to be provided; however, race and ethnicity is only reported for approximately 8% of the injuries. A person who reported race as "White" and ethnicity as "Other" is reported as "White."

Notes:

• Percentages by Gender, Age and Race/Ethnicity are based on information provided to the Commission. This information may not be provided on all claims.

• The sum of the percentages may not equal 100% due to rounding.

Percentages depicted in Figure 3, Tables 5 and 6 are based on injuries occurring January through June 2005 and for which data is reported. See appendices A and B for additional details on body part and nature of injuries reported.

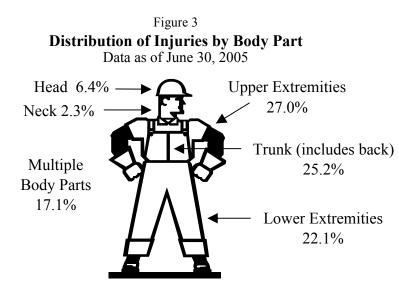


Table 5Distribution of Injuries by Nature of InjuryData as of June 30, 2005

Sprain or Strain	44.0%
Contusion	12.6%
Laceration or puncture	7.7%
Occupational Disease / Cumulative injuries	7.0%
Fracture	7.0%
Carpal tunnel syndrome	0.6%
Hernia / Rupture	1.3%
Multiple injuries	2.3%
All other claims	17.6%

Table 6 Distribution of Injuries by Industry

Data as of June 30, 2005

Educational Services	6,113	12.23%
Manufacturing	5,717	11.44%
Public Administration	4,969	9.94%
Retail Trade	4,841	9.69%
Construction	4,369	8.74%
Transportation and Warehousing	3,912	7.83%
Administrative and Support and Waste Management and Remediation Services	3,515	7.03%
Health Care and Social Assistance	3,048	6.10%
Wholesale Trade	1,650	3.30%
Accommodation and Food Services	1,560	3.12%
All Other Industries and Industries Not Reported	10,279	20.57%

Notes:

 \cdot The sum of the percentages may not equal 100% due to rounding.

• Industries reflected in Table 6 are based on the North American Industrial Classification System (NAICS) codes reported to the Commission.

Table 7 includes medical and/or income benefit costs for all claims. Table 8 includes medical and income benefit costs for claims where income benefits have been paid. Totals are higher in older years because claims have had more time for benefits to be paid.

Note: The data for January through June 2005 cannot be reported because medical billing data has not been collected during this time.

			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of December 2004	\$7,271	\$7,464	\$6,953	\$5,356	\$2,628	Not Available
Matu	ration of the A	verage Cost (of All Claims			
Reported at End of Injury Year			\$2,391	\$2,412	\$2,628	-
6 months Post Injury Year	-	\$3,374	\$3,786	\$3,831	Not Available	
12 months Post Injury Year	-	\$4,584	\$4,770	\$5,356		
24 months Post Injury Year	\$4,564	\$6,047	\$6,953	\$0,000	J	
36 months Post Injury Year	\$6,083	\$7,464				
48 months Post Injury Year	\$7,271		•			
60 months Post Injury Year		•				
nte: The average cost of all claims was not re	ported prior to .	2002.				
	* *					
	Т	able 8				
Average Cost of I		able 8 (includes med	lical and inco	me benefits)		
Average Cost of I				me benefits) y Occurred		
Average Cost of I				,	2004	Jan-June 2005
Average Cost of I As of December 2004	ncome Claims	(includes med	Year Injur	y Occurred	2004 \$6,662	2005
As of December 2004	ncome Claims	(includes med 2001 \$19,375	Year Injur 2002 \$18,380	y Occurred 2003 \$14,322		2005
As of December 2004 Matura	ncome Claims 2000 \$18,336	(includes med 2001 \$19,375	Year Injur 2002 \$18,380 Income Clain	y Occurred 2003 \$14,322		2005
As of December 2004	2000 \$18,336	(includes med 2001 \$19,375	Year Injur 2002 \$18,380	y Occurred 2003 \$14,322	\$6,662	
As of December 2004 Matura Reported at End of Injury Year	ncome Claims 2000 \$18,336	(includes med 2001 \$19,375 crage Cost of	Year Injur 2002 \$18,380 Income Clain \$6,707	y Occurred 2003 \$14,322 ns \$6,196	\$6,662	2005
As of December 2004 Matura Reported at End of Injury Year 6 months Post Injury Year	ncome Claims 2000 \$18,336	(includes med 2001 \$19,375 erage Cost of \$8,909	Year Injur 2002 \$18,380 Income Clain \$6,707 \$11,058	y Occurred 2003 \$14,322 ns \$6,196 \$11,383	\$6,662	2005
As of December 2004 Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year	2000 \$18,336 Ation of the Ave \$6,277	(includes med 2001 \$19,375 rage Cost of \$8,909 \$13,070	Year Injur 2002 \$18,380 Income Clain \$6,707 \$11,058 \$14,060	y Occurred 2003 \$14,322 ns \$6,196 \$11,383	\$6,662	2005
As of December 2004 Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year	2000 \$18,336 ation of the Ave \$6,277 \$15,581	(includes med 2001 \$19,375 rage Cost of \$8,909 \$13,070 \$17,660	Year Injur 2002 \$18,380 Income Clain \$6,707 \$11,058 \$14,060	y Occurred 2003 \$14,322 ns \$6,196 \$11,383	\$6,662	2005

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	.01	-	'	

Totals are based on year injury occurred, and the medical average only reflects those claims with medical accrued. Totals are higher in older years because claims have had more time for either benefits to be paid and/or medical bills to be submitted to the Commission.

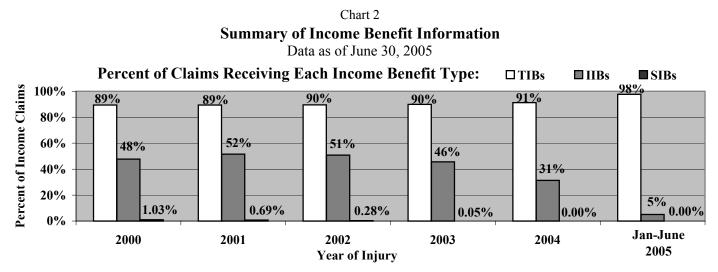
Note: The data for January through June 2005 cannot be reported because medical billing data has not been collected during this time.

		Table 9				
A	verage Medica	l Cost of Inco				
			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of December 2004	\$11,270	\$12,045	\$11,626	\$9,628	\$5,389	Not Available
				~		
	of the Averag	ge Medical Co				
Reported at End of Injury Year			\$5,373	\$5,126	\$5,389	
6 months Post Injury Year		\$6,553	\$7,871	\$8,077	Not Available	
12 months Post Injury Year		\$8,895	\$9,487	\$9,628		
24 months Post Injury Year	\$9,684	\$11,012	\$11,626			
36 months Post Injury Year	\$10,687	\$12,045				
48 months Post Injury Year	\$11,270		-			
60 months Post Injury Year						
Note: The average medical cost of income claim	ns was not repo	rted prior to 20	002.			
		Table 10				
Ave	rage Medical (Cost of Non-In	come Claims			
			Year Injur	y Occurred		
	2000	2001	Year Injur 2002	2003	2004	Jan-June 2005
As of December 2004	2000 \$1,185	2001 \$1,191			2004 \$960	2005
	\$1,185	\$1,191	2002 \$1,159	2003 \$1,157		2005
Maturation of	\$1,185	\$1,191	2002 \$1,159 of Non-Incom	2003 \$1,157 e Claims	\$960	
Maturation of Reported at End of Injury Year	\$1,185	\$1,191 Medical Cost	2002 \$1,159 of Non-Incom \$784	2003 \$1,157 e Claims \$768	\$960	2005
Maturation of Reported at End of Injury Year 6 months Post Injury Year	\$1,185	\$1,191 Medical Cost o \$922	2002 \$1,159 of Non-Incom \$784 \$890	2003 \$1,157 e Claims \$768 \$942	\$960	2005
Maturation of Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year	\$1,185 f the Average 1 \$642	\$1,191 Medical Cost of \$922 \$993	2002 \$1,159 of Non-Incom \$784 \$890 \$932	2003 \$1,157 e Claims \$768	\$960	2005
Maturation of Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year	\$1,185 f the Average 1 \$642 \$953	\$1,191 Medical Cost (\$922 \$993 \$985	2002 \$1,159 of Non-Incom \$784 \$890	2003 \$1,157 e Claims \$768 \$942	\$960	2005
Maturation of Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year 36 months Post Injury Year	\$1,185 f the Average \$642 \$953 \$953	\$1,191 Medical Cost of \$922 \$993	2002 \$1,159 of Non-Incom \$784 \$890 \$932	2003 \$1,157 e Claims \$768 \$942	\$960	2005
Maturation of Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year	\$1,185 f the Average 1 \$642 \$953	\$1,191 Medical Cost (\$922 \$993 \$985	2002 \$1,159 of Non-Incom \$784 \$890 \$932	2003 \$1,157 e Claims \$768 \$942	\$960	2005

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For injuries occurring on or after September 1, 2003, the insurance carrier is required to begin payment of benefits no later than the fifteenth day after the date on which an insurance carrier receives written notice of an injury. For injuries occurring prior to September 1, 2003, the carrier is required to begin payment of benefits no later than the seventh day after the date on which notice of an injury is received.

		Table	11					
	Median Nu	umber of Days fo	r First Benefit P	ayment				
	Data is Based	on Year Injury O	ccurred as of Jun	e 30, 2005				
2000 2001 2002 2003 2004 Jan-June 2005								
16	15	14	14	14	13			
	ow the number of a ary may be reported	•	0					



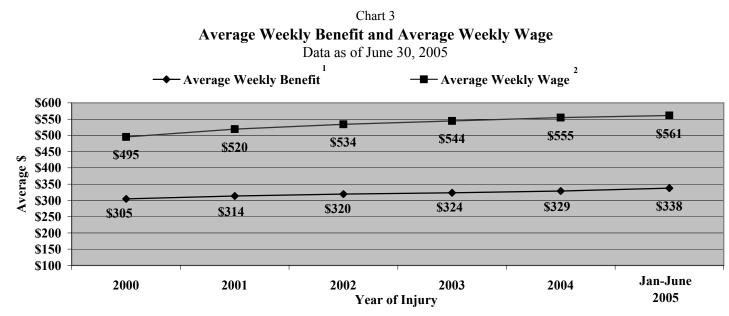
Notes:

• The percentage of workers receiving TIBs does not equal 100% of the claims in which income benefits are received because some income claims start with another benefit type, such as IIBs or LIBs. Additionally, if an income payment is made, but not identified by type of benefit, the claim is not reflected here.

• The percentage of income claims receiving LIBs is at or below .19% each year.

• The same worker may be reflected in multiple income benefit categories.

		ble 12				
Avera	ge Number of W	eeks for Inco	me Payment			
	Year Injury Occurred					
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	32.6	31.7	28.1	23.0	14.3	5.1
Maturation of t	he Average Num	ber of Weeks	for Income P	ayment		
Reported at End of Injury Year	7.0	9.3	9.7	9.4	9.1	
6 months Post Injury Year	13.9	15.1	14.9	15.0	14.3	
12 months Post Injury Year	18.9	20.7	19.7	19.4		
24 months Post Injury Year	27.8	28.5	26.7		•	
36 months Post Injury Year	31.0	31.1		•		
			-			
48 months Post Injury Year	32.1					



Notes:

¹ Totals show the average weekly benefit due as calculated by the insurance carrier and include carrier's calculations for TIBs, IIBs, SIBs, LIBs, and Death Benefits.

² The average weekly wage is calculated by the insurance carrier and is the average amount earned during the 13 weeks immediately before the injury. Totals are the average weekly wage of all injured workers receiving benefits.

Temporary Income Benefits (TIBs)

An injured worker becomes eligible for temporary income benefits on the eighth day of disability. Benefits are not paid for the first week of lost wages unless disability lasts for four weeks or more.

Temporary income benefits equal 70 percent of the difference between a worker's average weekly wage and the weekly wage after the injury. If the worker earned less than \$8.50 an hour before the injury, temporary income benefits for the first 26 weeks of payments equal 75 percent of the difference between the worker's average weekly wage and the wage after the injury. Statutory limitations on the minimum and maximum amount of TIBs are applied, if applicable.

Temporary income benefits end at the earlier of:

- the date the worker reaches maximum medical improvement;
- the date the worker is again physically able to earn the pre-injury average weekly wage; or
- 104 weeks from the date the worker became eligible to receive income benefits, with an exception for workers having spinal surgery.

N	umber of Wo	rkers Receivi	ng TIBs			
			0	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	84,874	79,784	73,327	64,314	56,338	20,978
Maturation	of the Numb	er of Worker	s Receiving T	IBs		
Reported at End of Injury Year	66,664	62,958	53,562	53,483	48,364	
6 months Post Injury Year	79,221	74,180	69,641	61,904	56,338	
12 months Post Injury Year	82,107	77,110	71,758	63,557		
24 months Post Injury Year	84,090	79,264	73,112		-	
36 months Post Injury Year	84,792	79,674		-		
48 months Post Injury Year	84,809					
60 months Post Injury Year		_				

Notes:

• In publications prior to June 2001, first income benefit notices were reported as TIBs payments (including forms that were miscoded or did not indicate the benefit type). Benefit reports are now grouped as reported or excluded from the totals if blank.

• *As of June 2004, multiple claims that were created for the same injury have been eliminated.*

GENERAL: Benefits

Тетро	·	e Benefits (Table 14	TIBs) - Co	nt.		
Avera	ge Number of	Weeks For T	IBs Payments	5		
			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	22.4	22.4	20.4	17.4	11.4	4.9
Maturation of t	he Average N	umber of We	eks For TIBs	Payments		
Reported at End of Injury Year	6.4	8.1	8.4	8.1	7.9	
6 months Post Injury Year	11.4	12.4	12.0	12.0	11.4	
12 months Post Injury Year	14.5	16.0	15.1	14.9		_
24 months Post Injury Year	20.8	21.4	19.9		_	
36 months Post Injury Year	22.0	22.3		-		
48 months Post Injury Year	22.3					
60 months Post Injury Year						
	,	Table 15				

	Averag	e Weekly TIE	s			
			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	\$312	\$323	\$329	\$333	\$335	\$338
	Maturation of	Average Wee	kly TIBs			
Reported at End of Injury Year	\$271	\$320	\$328	\$322	\$335	
6 months Post Injury Year	\$311	\$322	\$317	\$333	\$335	
12 months Post Injury Year	\$311	\$322	\$329	\$333		_
24 months Post Injury Year	\$312	\$323	\$329		-	
36 months Post Injury Year	\$312	\$323				
48 months Post Injury Year	\$312					
60 months Post Injury Year						

]	Table 16				
FY Stat	tutory Maxim	um/Minimun	n Weekly TIE	Bs		
	2000	2001	2002	2003	2004	2005
FY Statutory Maximum	\$531	\$533	\$536	\$537	\$537	\$539
FY Statutory Minimum	\$80	\$80	\$80	\$81	\$81	\$81
Note: Maximum and minimum benefits are set by	the Commissi	on each fiscal	year (FY). Fo	or FY 2000-20	03, the maxim	um and

minimum benefits were based on the statewide average weekly wage for manufacturing workers. The state average weekly wage for *FY* 2004-2005 was set by statute.

Impairment Income Benefits (IIBs)

An injured worker becomes eligible for IIBs the day after the worker reaches maximum medical improvement and has a permanent impairment from the work-related injury or illness.

Impairment income benefits equal 70 percent of the worker's pre-injury average weekly wage and are paid until the worker has received three weeks of benefits for each percentage point of impairment rating. Statutory limitations on the minimum and maximum amount of IIBs are applied, if applicable.

	Number of Wor	kers Receivin	g IIBs			
			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	45,267	45,995	41,598	32,654	19,311	1,088
Maturati	on of the Numbe	er of Workers	Receiving III	Bs		
Reported at End of Injury Year	1,677	9,079	9,666	9,088	8,540	
6 months Post Injury Year	20,696	23,260	24,307	21,651	19,311	
12 months Post Injury Year	30,168	33,578	32,510	28,579		-
24 months Post Injury Year	41,639	43,520	40,437		-	
36 months Post Injury Year	44,467	45,575		-		
48 months Post Injury Year	45,037		-			
60 months Post Injury Year						

Table 17

Note: In publications prior to June 2001, first income benefit notices were reported as TIBs payments (including forms that were miscoded or did not indicate the benefit type). Benefit reports are now grouped as reported or excluded from the totals if blank.

GENERAL: Benefits

Impai	irment Incor	ne Benefits Table 18	(IIBs) - Co	ont.		
Aver	age Number o	f Weeks For]	IIBs Payment	S		
			Year Inju	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	22.2	20.1	17.6	14.4	10.2	4.2
Maturation of	f the Average N	Number of Wo	eeks For IIBs	Payments		
Reported at End of Injury Year	11.7	8.2	7.9	8.0	7.7	
6 months Post Injury Year	11.2	10.9	10.7	10.6	10.2	
12 months Post Injury Year	14.4	13.7	13.3	12.9		
24 months Post Injury Year	18.1	17.3	16.3			
36 months Post Injury Year	21.0	19.6		_		
48 months Post Injury Year	21.9		_			
60 months Post Injury Year						

Table 19 **Average Weekly IIBs** Year Injury Occurred Jan-June 2000 2001 2002 2003 2004 2005 \$288 \$293 \$296 \$298 As of June 2005 \$300 \$306 Maturation of Average Weekly IIBs **Reported at End of Injury Year** \$306 \$296 \$297 \$297 \$302 6 months Post Injury Year \$288 \$294 \$290 \$298 \$300 \$296 12 months Post Injury Year \$288 \$293 \$299 24 months Post Injury Year \$288 \$294 \$297 \$288 36 months Post Injury Year \$294 48 months Post Injury Year \$288 60 months Post Injury Year

Table 20

FY S	tatutory Maxin	num/Minimu	m Weekly IIB	S		
	2000	2001	2002	2003	2004	2005
FY Statutory Maximum	\$372	\$373	\$375	\$376	\$376	\$377
FY Statutory Minimum	\$80	\$80	\$80	\$81	\$81	\$81
Note: Maximum and minimum benefits are set minimum benefits were based on the statewide FY 2004-2005 was set by statute.	•	v	•			

Supplemental Income Benefits (SIBs)

An injured worker may become eligible for supplemental income benefits the day after impairment income benefits end. An injured worker may receive supplemental income benefits if:

- . the worker has an impairment rating of 15 percent or more; and
- the worker has not returned to work because of the impairment, or has returned to work but is earning less than 80 percent of the average weekly wage because of the impairment; and
- the worker did not take a lump sum payment of impairment income benefits; and
- the worker has tried to find a job that matches his or her ability to work.

The worker must apply for SIBs each quarter. If the worker is determined to be eligible, benefits are paid for the next quarter.

Supplemental income benefits are paid monthly and equal 80 percent of the difference between 80 percent of the worker's pre-injury average weekly wage and the weekly wage after the injury. Statutory limitations on the minimum and maximum amount of SIBs are applied, if applicable.

Eligibility to receive supplemental income benefits ends 401 weeks from the date of injury. If the worker has an occupational illness, eligibility ends 401 weeks from the date the worker first became eligible to receive income benefits.

			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	978	618	226	33	3	0
Maturatio	on of the Number	• of Workers	Receiving SII	Bs		
Reported at End of Injury Year		0	0	0	0	
6 months Post Injury Year	5	0	2	1	3	
12 months Post Injury Year	28	11	16	6		_
24 months Post Injury Year	170	139	122			
36 months Post Injury Year	570	433				
48 months Post Injury Year	881		-			
60 months Post Injury Year		-				

Table 21

Avera	ge Number of	Weeks For S	v			
			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	31.4	21.5	18.2	16.8	7.1	N/A
Maturation of	the Average N	umber of We	eks For SIBs I	Payments		
Reported at End of Injury Year		0.0	0.0	0.0	0.0	
6 months Post Injury Year	1.7	0.0	8.5	0.1	7.1	
12 months Post Injury Year	10.1	5.1	10.9	16.1		
24 months Post Injury Year	14.6	10.9	15.7		-	
36 months Post Injury Year	16.4	17.1				
48 months Post Injury Year	25.6		-			
60 months Post Injury Year						
		Table 23				
	Averag	e Weekly SIB				
			Year Injur	y Occurred		-
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	\$228	\$241	\$248	\$243	\$222	N/A
Γ	Maturation of	Average Wee	kly SIBs			
Reported at End of Injury Year		\$0	\$0	\$0	\$0	
6 months Post Injury Year	\$230	\$0	\$308	\$376	\$222	
12 months Post Injury Year	\$224	\$228	\$261	\$338		
24 months Post Injury Year	\$221	\$226	\$249			
36 months Post Injury Year	\$230	\$239				
48 months Post Injury Year	\$230					
60 months Post Injury Year						
		Table 24				
FY Sta	itutory Maxin				1	
	2000	2001	2002	2003	2004	2005
FY Statutory Maximum	\$372	\$373	\$375	\$376	\$376	\$377
FY Statutory Minimum	N/A	N/A	N/A	N/A	N/A	N/A
te: Maximum and minimum benefits are set b nimum benefits were based on the statewide a 2004-2005 was set by statute. There is no mi	verage weekly	wage for manu	• • •			

• SIBs data was not reported in the December 2000 publication.

GENERAL: Benefits

Lifetime Income Benefits (LIBs)

An injured worker becomes eligible for lifetime income benefits whenever a work-related injury or illness causes the worker to meet the conditions specified in Section 408.161 of the Texas Workers' Compensation Act.

Lifetime income benefits equal 75 percent of the worker's average weekly wage, with a 3 percent increase each year. A worker may receive lifetime income benefits for the rest of his or her life.

			Year Inju	y Occurred		
	2000	2001	2002	2003	2004	Jan-Jun 2005
As of June 2005	181	158	132	73	50	9
Maturation	of the Numbe	er of Workers	Receiving LI	Bs		
Reported at End of Injury Year		21	47	26	20	
6 months Post Injury Year		35	72	45	50	-
12 months Post Injury Year	87	104	96	58		
24 months Post Injury Year	131	134	123		•	
36 months Post Injury Year	154	155		-		
48 months Post Injury Year	173		-			
60 months Post Injury Year		•				
		ble 26				
	Average	Weekly LIBs				
			Year Injui	y Occurred		
	2000	2001	2002	2003	2004	Jan-Jun 2005
As of June 2005	\$311	\$331	\$318	\$327	\$301	\$341
Mat	uration of the	Average Wee	ekly LIBs			
Reported at End of Injury Year		\$363	\$312	\$292	\$289	
6 months Post Injury Year	-	\$356	\$316	\$295	\$301	-
12 months Post Injury Year	\$306	\$334	\$320	\$317		-
24 months Post Injury Year	\$307	\$333	\$317		•	
36 months Post Injury Year	\$309	\$330		-		
48 months Post Injury Year	\$310		-			
60 months Post Injury Year		•				
	Та	ble 27				
FY Stat	utory Maximu	m/Minimum	Weekly LIBs			
	2000	2001	2002	2003	2004	2005
		\$533	\$536	\$537	\$537	\$539
FY Statutory Maximum	\$531	\$333	Φ550	4001		
FY Statutory Maximum FY Statutory Minimum	\$531 \$80	\$333	\$80	\$81	\$81	\$81

GENERAL: Benefits

Death Benefits

The spouse, dependent child or grandchild, or another eligible family member of a worker killed on the job may receive death benefits. A beneficiary becomes eligible for death benefits the day after the worker's death. Death benefits equal 75 percent of the deceased worker's average weekly wage. The length of time a family member may receive death benefits depends on the family member's relationship to the worker.

			Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June 2005
As of June 2005	224	189	181	194	147	40
Maturation of the N	umber of Clai	ms for Whicl	h Death Benef	ïts Were Paid		
Reported at End of Injury Year		93	73	106	87	
6 months Post Injury Year	140	127	126	156	147	
12 months Post Injury Year	164	144	163	186		•
24 months Post Injury Year	191	172	177			
36 months Post Injury Year	211	187		•		
48 months Post Injury Year	220		-			
60 months Post Injury Year						
ttality was a result of a compensable injury). Becau	Т	Table 29		s not included i	n me tuble.	
	Average We	ekly Death Bo				
	<u> </u>		Year Injur	y Occurred		
	2000	2001	2002	2003	2004	Jan-June
						2005
As of June 2005	\$376	\$387	\$382	\$400	\$384	<u>2005</u> \$447
	\$376 tion of the Ave				\$384	
					\$384 \$394	
Matura	tion of the Ave	erage Weekly	Death Benefi	ts	· · · · · · · · · · · · · · · · · · ·	
Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year	tion of the Ave \$394 \$376 \$380	erage Weekly \$413 \$396 \$388	Death Benefi \$414	ts \$415	\$394	
Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378	erage Weekly \$413 \$396 \$388 \$381	Death Benefi \$414 \$359	ts \$415 \$404	\$394	
Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year 36 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378 \$378 \$375	erage Weekly \$413 \$396 \$388	Death Benefi \$414 \$359 \$383	ts \$415 \$404	\$394	
MaturaReported at End of Injury Year6 months Post Injury Year12 months Post Injury Year24 months Post Injury Year36 months Post Injury Year48 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378	erage Weekly \$413 \$396 \$388 \$381	Death Benefi \$414 \$359 \$383	ts \$415 \$404	\$394	
Matura Reported at End of Injury Year 6 months Post Injury Year 12 months Post Injury Year 24 months Post Injury Year 36 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378 \$375 \$375 \$379	Prage Weekly \$413 \$396 \$388 \$381 \$385	Death Benefi \$414 \$359 \$383	ts \$415 \$404	\$394	
MaturaReported at End of Injury Year6 months Post Injury Year12 months Post Injury Year24 months Post Injury Year36 months Post Injury Year48 months Post Injury Year60 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378 \$378 \$375 \$379 T	erage Weekly \$413 \$396 \$388 \$381 \$385 5able 30	Death Benefi \$414 \$359 \$383 \$383	ts \$415 \$404 \$403	\$394	
MaturaReported at End of Injury Year6 months Post Injury Year12 months Post Injury Year24 months Post Injury Year36 months Post Injury Year48 months Post Injury Year60 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378 \$375 \$375 \$379 Ty Maximum/N	erage Weekly \$413 \$396 \$388 \$381 \$385 Fable 30 Ainimum We	Death Benefi \$414 \$359 \$383 \$383 \$383 \$383 \$383	ts \$415 \$404 \$403 enefits	\$394 \$384	\$447
MaturaReported at End of Injury Year6 months Post Injury Year12 months Post Injury Year24 months Post Injury Year36 months Post Injury Year48 months Post Injury Year60 months Post Injury Year	tion of the Ave \$394 \$376 \$380 \$378 \$378 \$375 \$379 T	erage Weekly \$413 \$396 \$388 \$381 \$385 Table 30 Ainimum We 2001	Death Benefi \$414 \$359 \$383 \$383	ts \$415 \$404 \$403 enefits 2003	\$394 \$384 2004	\$447 2005

Maximum medical improvement is the earlier of:

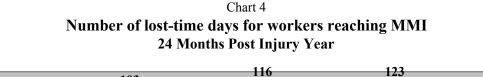
- the point in time that an injured worker's injury or illness has improved as much as it is going to improve; or
- 104 weeks from the date the worker became eligible to receive income benefits (exception for spinal surgery).

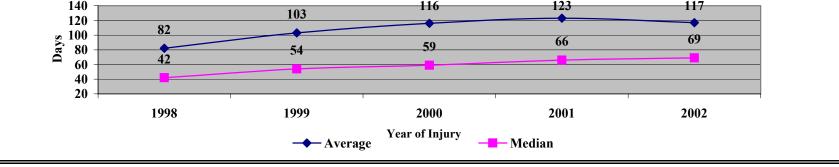
In Table 31 and Chart 4, numbers reflect only claims in which income benefits were paid and have an impairment rating. Data is based on the year injury occurred, and the most current impairment rating provided to the Commission, subject to the following exceptions. If that rating is not from a designated doctor and there has been an examination by a designated doctor, the designated doctor rating is selected; however, if the designated doctor's examination is unrated and the most current rating provided to the Commission was from the treating doctor, then the treating doctor's rating is selected.

Table 31

Number of Workers Reaching MMI								
	Year Injury Occurred							
	2000	2001	2002	2003	2004	Jan-June 2005		
As of June 2005	60,662	58,035	51,679	42,403	28,574	2,916		
Maturatio	on of the Num	ber of Worke	rs Reaching N	AMI				
Reported at End of Injury Year		18,786	16,503	14,051	14,644			
6 months Post Injury Year	36,630	38,014	33,832	30,730	28,574			
12 months Post Injury Year	47,080	46,166	41,924	38,022				
24 months Post Injury Year	58,127	55,828	50,553		_			
36 months Post Injury Year	60,484	57,749		-				
48 months Post Injury Year	60,543		-					
60 months Post Injury Year								

Chart 4 shows the number of days between the reported return-to-work date and the date disability began for claims with at least 24 months maturity and where the information is provided.





Impairment is the permanent physical damage to a worker's body from a work related injury or illness.

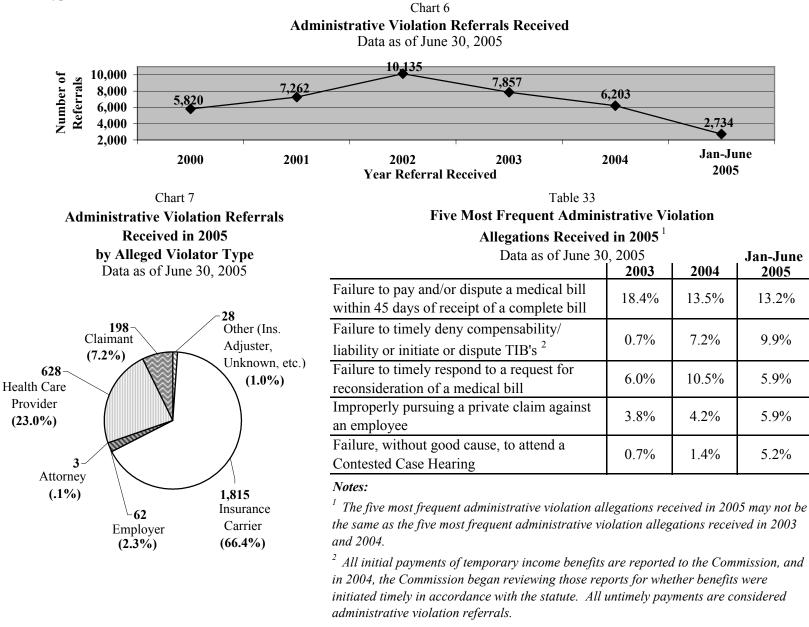
A doctor will determine whether the worker has any permanent physical damage and will assign an impairment rating. The impairment rating determines whether the worker is eligible to receive impairment income benefits and supplemental income benefits. It also determines the length of time the worker may receive impairment income benefits.

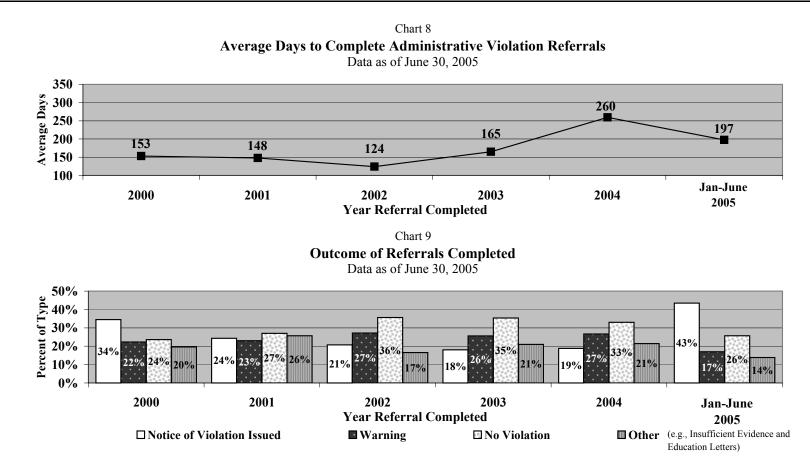
Impairment rating data depicted in Table 32 and Chart 5 reflect only claims in which income benefits were paid and which have an impairment rating. Data is based on the year injury occurred, and the most current impairment rating provided to the Commission, subject to the following exceptions. If that rating is not from a designated doctor and there has been an examination by a designated doctor, the designated doctor rating is selected; however, if the designated doctor's examination is unrated and the most current rating provided to the Commission was from the treating doctor, then the treating doctor's rating is selected.

			Year Injury Occurred							
IMPAIRMENT RATINGS			2000	2001	2002	2003	2004	Jan-June 2005		
mpairment	Rating (IR)		-		-	-	-			
Claims with more than one impairment rating			24,586	21,049	16,794	11,736	4,880	81		
Workers w	ith an IR of 15%	% or more	6,102	4,759	3,574	2,063	700	17		
Workers w	ith IR less than	15% and greater than 0%	42,197	41,114	37,083	30,174	19,248	1,293		
Workers w	ith an IR of 0%	or no impairment	12,363	12,162	11,022	10,166	8,626	1,606		
Claims with	h disputed IRs ¹		2,631	2,753	2,495	1,551	521	9		
Average in	npairment rating	g^2	6.6	6.1	5.7	4.9	3.8	1.9		
The average in	ncludes ratings fo	ms for which an impairment rat or workers where the imparimen	nt rating was 0%	6 or no impairm	ent.					
The average in	ncludes ratings fo	or workers where the impariment	÷ .	6 or no impairm	ent.		No Impeirmor			
<i>The average in</i> P In	ncludes ratings for Percent of Claims mpairment Rati	or workers where the impariments with angular of the second	nt rating was 0%	6 or no impairm	ent.	IR of 0% or I IR Less Than	15% and Gro	nt eater Than 0%		
The average in P Li P	ncludes ratings for Percent of Claim mpairment Rati Post Injury Year	or workers where the impariments with angular of the second	nt rating was 0%	<u>6 or no impairm</u> . rt 5	ent.	IR of 0% or 1	15% and Gro	eater Than 0%		
The average in P In P 2002	ncludes ratings for Percent of Claims mpairment Rati Post Injury Year, 21,7%	or workers where the impariments with angular of the second	nt rating was 0%	6 or no impairm rt 5 71.8	ent.	IR of 0% or I IR Less Than	15% and Gro	eater Than 0%		
The average in P In 2002 2001	ncludes ratings for Percent of Claims mpairment Rati Post Injury Year 21.7% 21.5%	or workers where the impariments with angular of the second	nt rating was 0%	6 or no impairmo rt 5 71.8 70.8	ent.	IR of 0% or I IR Less Than	15% and Gro	eater Than 0% 6.5% 7.7%		
The average in P In P In P 2002 2001 2000	ncludes ratings fe Percent of Claim mpairment Rati Post Injury Year 21.7% 21.5% 21.3%	or workers where the impariments with angular of the second	nt rating was 0%	6 or no impairmont rt 5 71.8 70.8 69.4%	ent.	IR of 0% or I IR Less Than	15% and Gro	eater Than 0% 6.5% 7.7% 9.3%		
The average in P In P In P 2002 P 2001 P 1000 1000 10000	ncludes ratings for Percent of Claims mpairment Rati Post Injury Year 21.7% 21.5%	or workers where the impariments with angs at 24 Months	nt rating was 0%	6 or no impairme rt 5 71.8 70.8 69.4% 68.2%	ent.	IR of 0% or I IR Less Than	15% and Gro	eater Than 0% 6.5% 7.7%		
The average in P In P 2002 2001 2000 1999 1998	ncludes ratings fe Percent of Claim mpairment Rati Post Injury Year 21.7% 21.5% 21.3% 21.6% 26.0%	s with ngs at 24 Months , and:	nt rating was 0% Cha	6 or no impairme rt 5 71.8 70.8 69.4% 68.2% 64.	ent.	IR of 0% or I IR Less Than IR of 15% or	15% and Gro	eater Than 0% 6.5% 7.7% 9.3% 10.2% 9.1%		
The average in P In P 2002 2001 2000 1999	ncludes ratings for Percent of Claims mpairment Rati Post Injury Year 21,7% 21,5% 21,3% 21,6%	s with ngs at 24 Months , and: 20% 30%	nt rating was 0%	6 or no impairment rt 5 71.8 70.8 69.4% 68.2% 68.2% 64.	ent.	IR of 0% or I IR Less Than IR of 15% or	15% and Gro	eater Than 0% 6.5% 7.7% 9.3% 10.2%		

Table 32

The Commission reviews referrals concerning alleged administrative violations of the Act and Rules. Chart 6 identifies the number of administrative violation referrals received each year since 2000. Chart 7 identifies the number received in 2005 by the type of violator.







Outcome of the Three Most Frequently Completed Administrative Violation Reviews in 2005

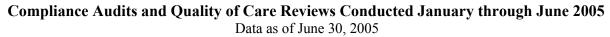
Data as of June 30, 2005

	medical bill wi	thin 45 days of	Failure to time request for reco		Failure to timely deny compensability / liability or initiate TIBs		
	receipt of a	complete bill	a medi	cal bill			
	Number Percent		Number	Percent	Number	Percent	
Notice of Violation Issued	151	31.3%	123	30.7%	281	80.3%	
Warning Issued	41	8.5%	88	22.0%	1	0.3%	
No Violation Issued	218	45.1%	146	36.4%	50	14.3%	
Other Outcome	73	15.1%	44	11.0%	18	5.1%	

Note:

 \cdot The sum of the percentages may not equal 100% due to rounding.

The Commission conducts audits for compliance with statutory and rule requirements and quality of care reviews of insurance carriers and health care providers.



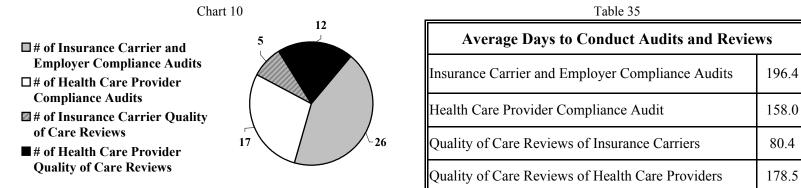


Table 36 Actions Resulting from Quality of Care Reviews and Other Licensing Board Actions Data reflects actions from January 2003 through June 2005

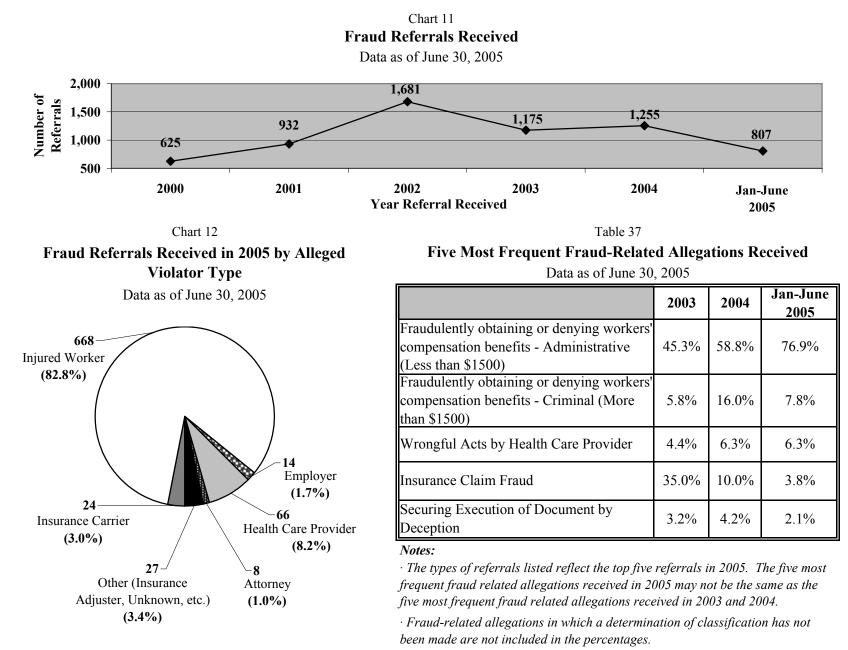
No.	Actions	MDs	DOs	DCs	Other
INO.	Actions	MDS	DOS	DCS	Other
14	No action recommended	11	0	2	1
189	Letter Of Concern	15	7	166	1
7	Warning Letter	2	0	3	2
3	Agreements/restrictions	1	0	2	0
57	Denied admission to ADL	38	4	15	0
10	Removals from ADL	4	4	1	1
49	Denials/removals pending	9	3	37	0
3	Other actions pending	2	0	1	0
3	No application ¹	2	0	1	0

Note :

¹ Medical Quality Review Panel (MQRP) review completed prior to implementation of ADL and provider has not applied for admission to ADL.

ENFORCEMENT: Fraud

The Commission investigates referrals concerning alleged fraud. Chart 11 identifies the number of fraud referrals received since 2000. Chart 12 identifies the distribution of alleged violator types in 2005.



ENFORCEMENT: Fraud

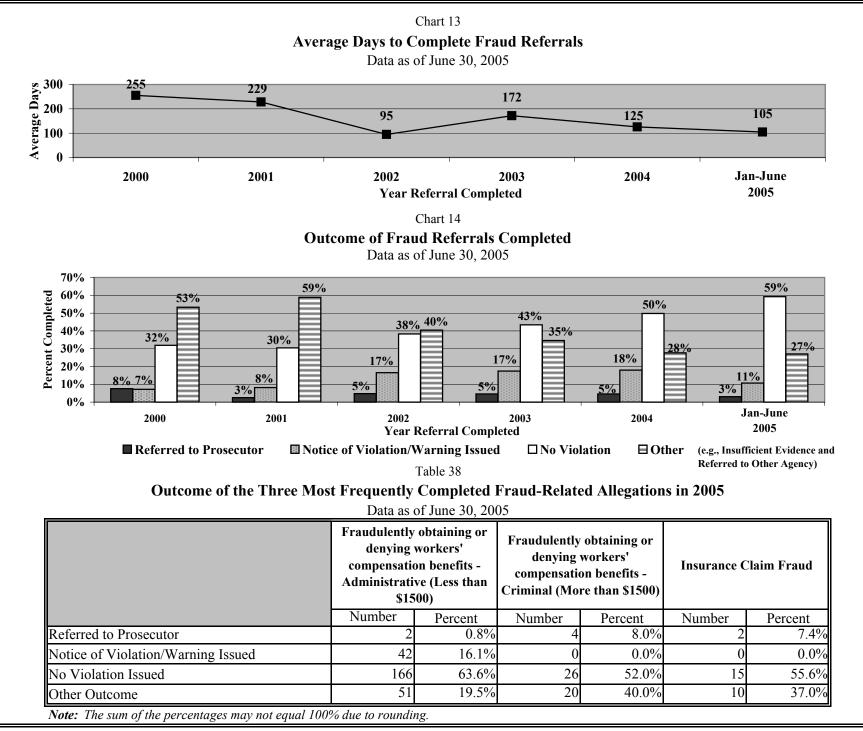


Chart 15 indicates the percent of timely initial benefit payments made by all carriers. For injuries occurring on or after September 1, 2003, the insurance carrier is required to begin payment of benefits no later than the fifteenth day after the date on which an insurance carrier receives written notice of an injury. For injuries occurring prior to September 1, 2003, the carrier is required to begin payment of benefits no later than the seventh day after the date on which notice of an injury is received.

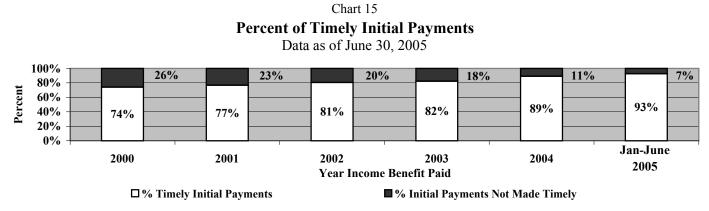
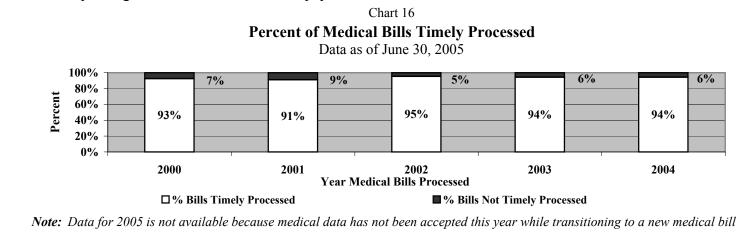


Chart 16 indicates the percent of medical bills paid/processed timely by insurance carriers. An insurance carrier shall take final action on a medical bill not later than the 45th day after the date the insurance carrier receives a complete medical bill.

Final action on a medical bill includes one or more of the following:

- sending payment that makes the total reimbursement for that bill a fair and reasonable reimbursement;
- \cdot denying a charge on the medical bill; or
- \cdot requesting reimbursement for an overpayment.



data collection process.

ENFORCEMENT: Criminal and Administrative Penalties

		Table 39							
		Year of Referral or Conviction							
	2000	2001	2002	2003	2004	Jan-June 2005			
Persons Referred to Prosecuting Attorneys	5	-							
Workers	4	9	16	12	25	9			
Employers	0	0	0	0	0	0			
Insurance carriers	0	0	0	0	0	0			
Health care providers	33	6	7	7	2	2			
Attorneys	0	0	0	1	0	0			
Others	6	0	1	1	0	1			
Total Number of Persons Referred	43	15	24	21	27	12			
Persons Convicted									
Workers	3	1	7	17	4	2			
Employers	0	0	0	0	0	0			
Insurance carriers	0	0	0	0	0	0			
Health care providers	4	6	2	0	1	0			
Attorneys	1	0	0	0	0	0			
Others	6	5	0	0	0	0			
Total Number of Persons Convicted	14	12	9	17	5	2			
Note: A person is only counted once per case regardless	of the number of referral.	s or convictions.							

The Commission may issue a notice of violation and penalty when a violation of the Act or Rule is detected through review of administrative

and fraud referrals or audits conducted.

Table 40

	Year Penalty Assessed or Collected								
	2000	2001	2002	2003	2004 ¹	Jan-June 2005 ²			
Administrative Violations Issued					•				
Against workers	28	22	34	30	35	9			
Against employers	93	35	13	14	2	202			
Against insurance carriers	2,588	1,416	1,698	979	3,759	2,679			
Against health care providers	353	371	671	225	205	293			
Against attorneys	2	2	1	0	0	0			
Against others	1	5	0	0	0	0			
Total Number of Violations	3,065	1,851	2,417	1,248	4,001	3,183			
Amount of Administrative Penalties Collected									
From workers	\$600	\$2,100	\$1,050	\$2,225	\$3,900	\$2,575			
From employers	\$22,027	\$8,901	\$8,295	\$7,825	2,303	\$5,850			
From insurance carriers	\$2,302,341	\$1,055,276	\$1,264,436	\$775,740	\$2,743,036	\$2,268,201			
From health care providers	\$30,764	\$41,229	\$67,011	\$23,780	\$50,149	\$14,239			
From attorneys	\$934	\$359	\$780	\$0	\$0	\$0			
From others	\$6,763	\$638	\$0	\$5,789	\$0	\$0			
Total Amount of Penalties Collected ⁴	\$2,363,429	\$1,108,503	\$1,341,572	\$815,359	\$2,799,388	\$2,290,865			
Notes: 1 In FY 2001, the Commission initiated a new audit method	lology where an initia	al audit would be con	ducted and any viola	tions/penalties disco	overed in that audit w	ould be held in			

In FY 2001, the Commission initiated a new audit methodology where an initial audit would be conducted and any violations/penalties discovered in that audit would be held in abeyance pending a follow-up audit. The increase in penalties in CY 2004 is primarily the result of completing the follow-up audits and the issuance of penalties based on the combined result of the initial and follow-up audits.

² All initial payments of temporary income benefits are reported to the Commission and, in 2004, the Commission began reviewing each report of initiation in accordance with the statutory provision for timely initiation of benefits. An increase in penalties collected is the result of this new enforcement effort.

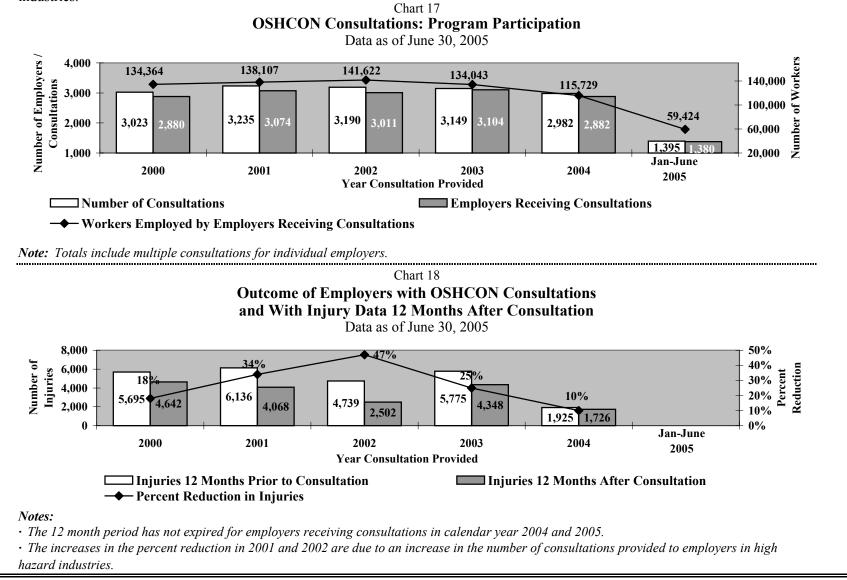
³ Penalty payments are reported when collected, regardless of when the penalties were assessed. Penalties issued may fluctuate from year to year due to the withdrawal of penalties issued in error.

⁴ As of June 30, 2005, \$4,893,693 proposed penalties for current and prior years was pending collection or review in an administrative hearing.

WORKPLACE HEALTH & SAFETY: Occupational Safety & Health Consultations (OSHCON)

The Commission's OSHCON program provides free health and safety consultations and air quality/noise sampling to small private employers (i.e., employs less than 250 employees at the consultation site and no more than 500 employees at all sites controlled by the employer) upon request. Emphasis is placed on assisting the employer in developing effective safety and health programs. Assistance is provided in identifying and controlling hazards in the workplace and understanding OSHA regulations.

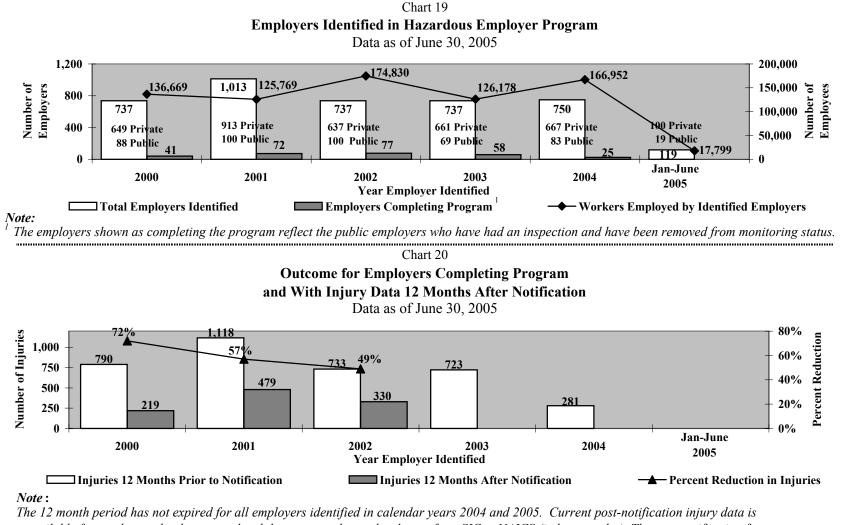
In support of OSHA's strategic focus on high-hazard industries and specific occupational hazards, the services provided by the OSHCON program have shifted since 2001 to the industries that have high injury rates such as the construction and manufacturing industries.



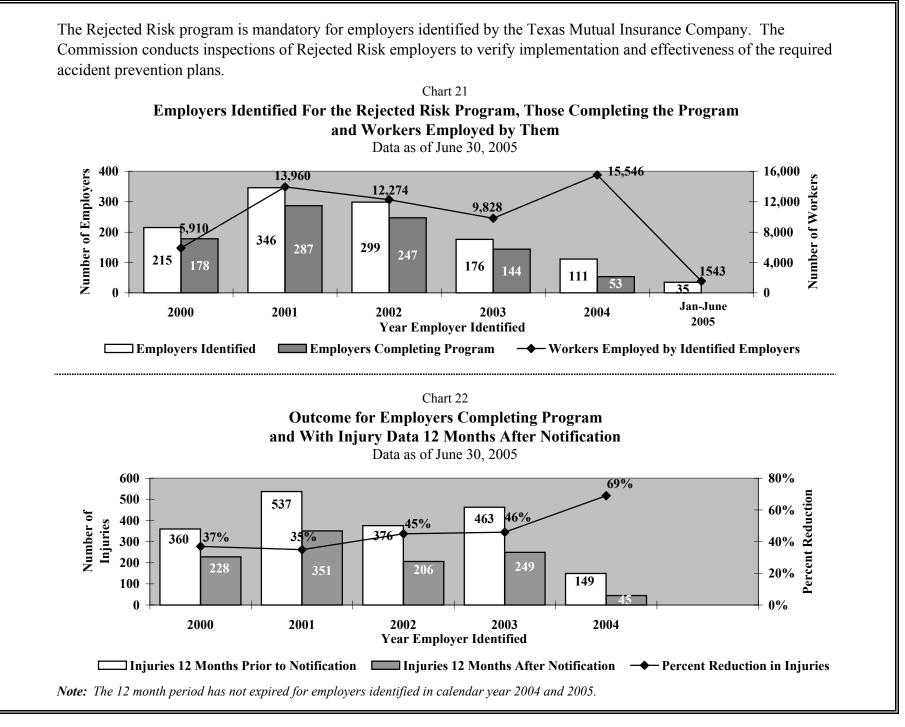
WORKPLACE HEALTH & SAFETY: Hazardous Employer Program

The Commission identifies employers whose injury rates substantially exceed that which might be expected for those employers' businesses or industries. Based on a court ruling that the program requirements could not be applied to private employers, rule changes became effective 1/1/99. Under the new rules, private and public employers are identified as "hazardous employers;" however, the additional requirements of the program apply only to public employers. Private employers are identified with no actions required and are released from the program 12 months after being notified. Public employers are required to obtain a consultation and develop an accident prevention plan within 3 months of identification and are inspected 6 to 9 months after the plan is developed.

Note: As of September 1, 2005, the Hazardous Employer Program will be discontinued.

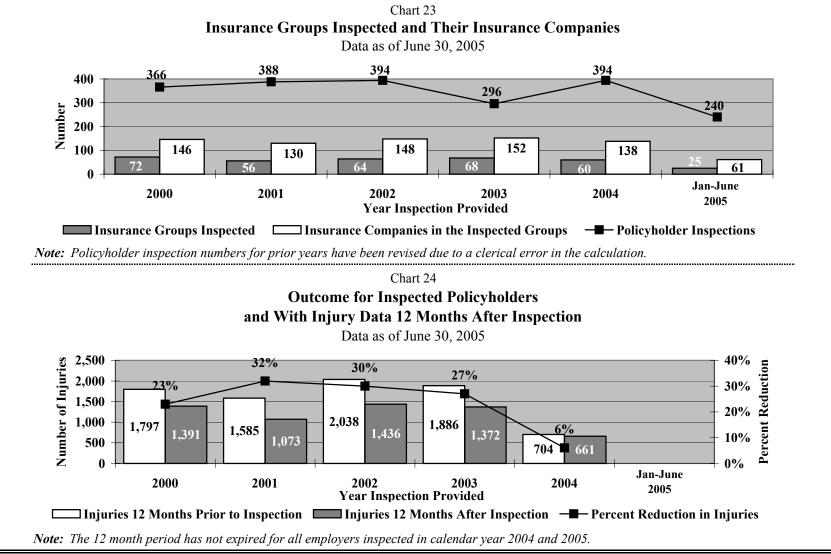


unavailable for employers that have completed the program due to the change from SIC to NAICS (industry codes). The post-notification figures for 2003 through 2005 and the percent reduction in injuries for the same years cannot be updated.



WORKPLACE HEALTH & SAFETY: Accident Prevention Services

The Accident Prevention Services program administered by the Commission performs the following functions: inspecting workers' compensation insurance carriers' accident prevention services and selected policyholders to confirm accident prevention services are provided by their workers' compensation carriers at least once every two years; managing the Field Safety Representative program for individuals providing accident prevention services for workers' compensation insurance companies; and approving insurance company accident prevention services plans, and health and safety training courses submitted to qualify as Field Safety Representative qualification courses. During the on-site policyholder inspections, assessments of written safety programs, drug policies, and physical hazards are also conducted.



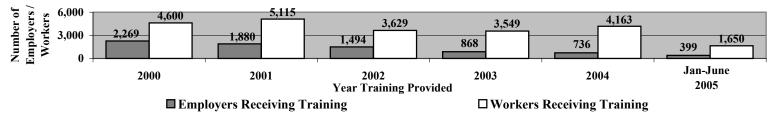
WORKPLACE HEALTH & SAFETY: Safety Training, Materials, and Violations Hotline

The Commission promotes health and safety through educational and other programs, and cooperates with business / industry associations, labor organizations, and others to develop methods of educating workers and employers regarding workplace safety.

Chart 25







The Commission distributes free of charge health and safety videos in both English and Spanish and educational publications to help reduce the number of injuries and fatalities in the state. Table 41

	Year Materials Distributed							
SAFETY MATERIALS DISTRIBUTED	2000	2001	2002	2003	2004	Jan-June 2005		
Drug-free workplace guides distributed ¹	1,409	4,704	10,239	16,934	11,065	5,732		
Safety publications distributed ^{1, 2}	102,431	229,152	505,917	735,409	983,531	834,723		
Safety videos loaned	6,818	6,271	6,370	5,437	5,716	2,152		

Notes:

¹ This number includes publications picked up or mailed in response to requests, and since July 2000, downloaded from the Commission's web site.

² In 2004, the Commission split the English and Spanish versions of publications to better track what version was actually needed. Some of the increase in the distribution is explained by those publications being counted twice when both versions are downloaded.

The Commission administers a Safety Violations Hotline for Texans to report violations of occupational safety and health laws. This 24-hour, toll-free hotline (800-452-9595) can be used by anyone wishing to report suspected violations. The allegations are sent to employers and workers' compensation insurance carriers for investigation and results are reported back to the Commission. Table 42

		Year Complaint Received							
SAFETY VIOLATIONS HOTLINE	2000	2001	2002	2003	2004	Jan-June 2005			
Program Participation									
Health and safety complaints	654	528	560	375	454	227			
Employers with safety hazards identified ¹	251	247	215	268	299	119			
Program Outcome ²									
Safety hazards corrected	352	477	301	342	582	184			
<i>Notes:</i> 1 A safety hazard is identified when the hotline caller's all	egation is confirm	ned by the empl	oyer or during a	n inspection by t	he insurance	-			

company.

² Totals include multiple safety hazards corrected for individual employers. Hazards corrected are reported in the year they are corrected.

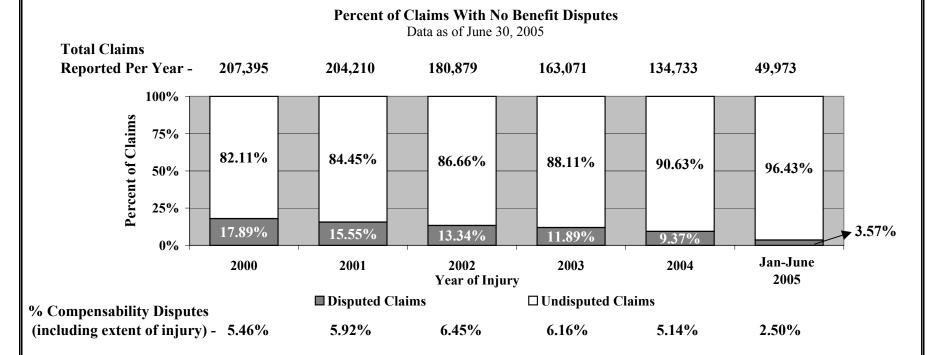
When income benefit disputes are raised, Commission staff first try to resolve a dispute through communication with the parties in dispute. If the dispute cannot be resolved at this level, parties may be required to participate in one or more of the following dispute resolution proceedings as specified in Section 410 of the Act:

Chart 26

- · benefit review conferences;
- · contested case hearings;

medical improvement, impairment ratings, etc.

- · Appeals Panel reviews; and
- · judicial reviews of Commission decisions.



• Disputes reflected here do not include disputes regarding medical billing or preauthorization. Disputes shown are those received by the Commission involving questions on issues such as compensability/extent of injury, maximum

• A single claim may have multiple disputes filed during the life of the claim. Therefore, percentages of disputed claims for more recent years of injury will continue to increase as disputes arise on these claims. The number of disputes is not

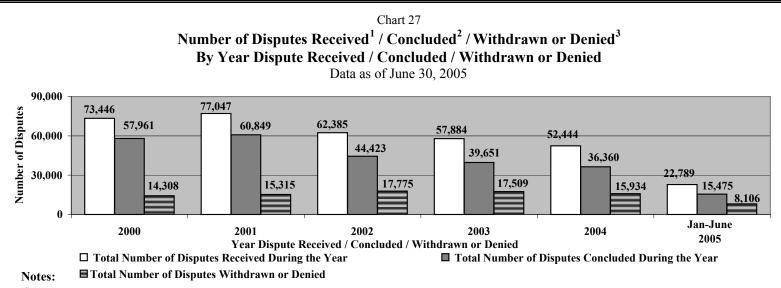
directly correlated to the number of claims reported for that year or vice versa.

PUB. NO. EX05-039A(6-05)

Notes:

Texas Workers' Compensation System Data Report

BENEFIT DISPUTE RESOLUTION: General

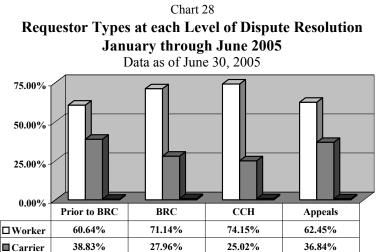


¹ Effective January 1, 2002, an insurance carrier must request a Commission-selected designated doctor before requesting a carrier-selected required medical examination (RME) on the issues of MMI and/or impairment. The change has reduced the number of disputes received by the Commission and the number of disputes that were previously resolved informally through the assignment of a designated doctor.

² "Concluded" means the dispute was either resolved or forwarded to the next level of resolution. Estimate based on the number of disputes resolved prior plus the number of disputes resolved between setting and holding a BRC, plus the number of BRC's concluded. Concluded disputes may have been received in a prior year. In previous reports, the number of concluded disputes included disputes that were withdrawn or denied.

³ "Withdrawn" means the dispute was withdrawn by the requesting party. "Denied" means the dispute was denied by Commission staff because the dispute was over issues that were not complete enough to proceed.

The chart to the right illustrates the percent of time in which the worker and carrier request dispute resolution at each level of resolution. Sometimes, both the worker and carrier request the dispute resolution. This data includes all disputes that were concluded January through June 2005, excluding disputes that were withdrawn or denied.



0.88%

0.81%

0.69%

Both

0.51%

BENEFIT DISPUTE RESOLUTION: General

Approximately 80% of the disputes received in 2004 were related to claims in which the injury occurred at least one year earlier. Approximately 14% are related to claims in which the injury occurred more than four years earlier. Changes in distribution trends occurring in 2002 are due to the requirement, effective January 1, 2002, that an insurance carrier must request a Commission-selected designated doctor before requesting a carrier-selected required medical examination (RME) on the issues of maximum medical improvement (MMI) and/or impairment rating (IR).

			Year Dispu	te Received	ł	
Year of Injury	2000	2001	2002	2003	2004	Jan-June 2005
Same year dispute received	25.1%	24.0%	19.9%	18.9%	19.0%	8.2%
One year prior to dispute	40.1%	40.2%	34.3%	30.2%	29.7%	32.6%
Two years prior to dispute	17.2%	18.2%	20.6%	19.4%	17.7%	19.4%
Three years prior to dispute	7.3%	7.9%	10.9%	12.6%	11.4%	11.4%
Four years prior to dispute	3.8%	3.8%	5.4%	7.2%	8.0%	8.0%
Five years prior to dispute	2.4%	2.1%	3.5%	4.4%	5.3%	5.7%
Six years prior to dispute	4.2%	3.9%	5.5%	7.4%	8.9%	14.7%

Table 43

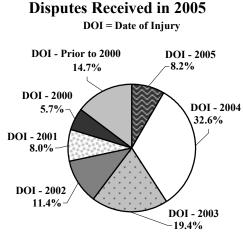


Chart 29

Top Ten Most Disputed Issues Received in 2004 and Level Where They Resolve ^{1,2}

Data as of June 30, 2005

Issue Type	Percent Withdrawn or Denied	Prior to BRC ³	At BRC	At CCH	Concluded at Appeals Panel ⁴
Designated Doctor's IR	39.8%	50.0%	4.6%	2.9%	1.7%
Existence/Duration/Extent of Disability	22.0%	34.7%	17.5%	19.4%	3.9%
Designated Doctor's MMI Date	47.0%	44.0%	5.4%	1.5%	1.3%
Extent of Injury	26.2%	41.9%	11.8%	10.4%	6.9%
Amount of Average Weekly Wage	20.1%	48.7%	29.1%	0.6%	0.2%
Existence of Compensable Injury	23.1%	37.2%	13.4%	14.8%	9.1%
Impairment Rating	3.8%	96.1%	0.1%	0.0%	0.0%
Date of MMI	5.5%	94.4%	0.1%	0.0%	0.0%
SIBs / Subsequent Quarters	41.8%	27.4%	18.4%	6.1%	5.0%
Other Medical Benefits Issues	62.2%	33.6%	3.3%	0.0%	0.0%

Notes:

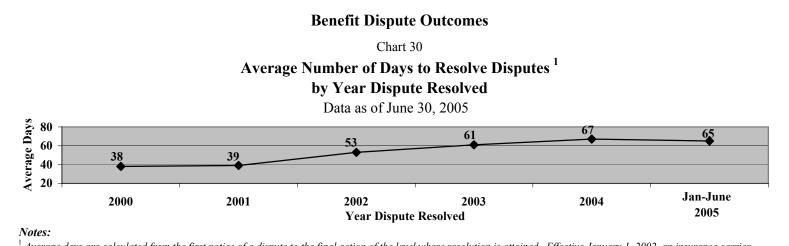
Percentages do not add to 100% due to pending disputes at various levels of the dispute resolution process.

² In the December 2003 publication, Table 44 reflected the level at which the entire dispute was resolved. Since the December 2004 publication, Table 44 reflects the level at which the issue was resolved. A dispute may contain multiple issues, and individual issues may resolve and not proceed through the dispute process.

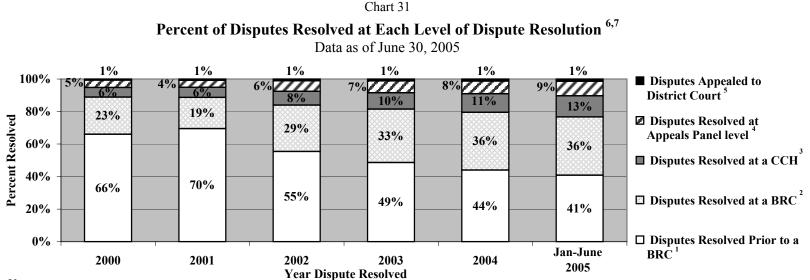
"Resolved prior to BRC" does not include issues included in disputes that were withdrawn or denied.

The percentages represent concluded appeals; however, a high percentage of these cases are resolved at the appeal level.

BENEFIT DISPUTE RESOLUTION: General



¹ Average days are calculated from the first notice of a dispute to the final action of the level where resolution is attained. Effective January 1, 2002, an insurance carrier must request a Commission-selected designated doctor before requesting a carrier-selected required medical examination (RME) on the issues of MMI and/or impairment. Elimination of disputes that were resolved by the assignment of a designated doctor has resulted in an increase in the average number of days to resolve a dispute.



Notes:

¹ Estimate based on calculation of disputes resolved before a BRC request, added with disputes resolved between setting BRC and holding BRC, divided by total number of disputes concluded in the number of concluded disputes.

² Estimate based on calculation of BRCs concluded minus CCHs concluded divided by total number of disputes concluded.

³ Estimate based on calculation of CCHs concluded minus Appeals Panel decisions divided by total number of disputes concluded.

⁴ Estimate based on calculation of Appeals Panel decisions minus requests for judicial review divided by total number of disputes concluded.

⁵ Estimate based on calculation of requests for judicial review divided by total number of disputes concluded.

⁶ Disputes withdrawn or denied are not included in the number of concluded disputes.

⁷*The sum of the percentages may not equal 100% due to rounding.*

BENEFIT DISPUTE RESOLUTION: Informal

Informal Benefit Dispute Resolution - Before and at Benefit Resolution Conference (BRC)

The Commission attempts to resolve disputes at the informal level (BRC or before), if possible. Commission staff first attempt to resolve the dispute through communication with the parties, prior to setting a benefit review conference. The benefit review conference is an attempt to resolve disputes through mediation. During the benefit review conference, each person discusses his or her side of the dispute. A Commission employee, called a benefit review officer, helps with the discussion. Depending on the circumstances of the dispute, the benefit review officer may order an insurance company to pay benefits.

If the dispute is not resolved at the benefit review conference, parties may request the dispute proceed to a contested case hearing.

	Year Proceeding Concluded							
	2000	2001	2002 ¹	2003	2004	Jan-June 2005		
Disputes Resolved Prior to a BRC ²								
Disputes resolved before setting BRC	35,294	39,792	22,048	16,469	13,138	4,943		
Disputes resolved between setting BRC and holding BRC	2,991	2,514	2,557	2,796	2,860	1,372		
Benefit Review Conferences (BRCs)						•		
Average number of days from BRC request to BRC scheduled	33	36	36	35	37	35		
BRCs concluded	19,676	18,543	19,818	20,386	20,362	9,160		
Percentage of compensation benefit dispute cases at BRC resolved at the BRC level ³	67%	63%	64%	64%	63%	61%		
Interlocutory orders to pay benefits	779	681	695	631	554	229		
Interlocutory orders to suspend benefits ⁴	154	0	0	0	0	0		

Table 45

Notes:

¹ Effective January 1, 2002, an insurance carrier must request a Commission-selected designated doctor before requesting a carrierselected required medical examination (RME) on the issues of MMI and/or impairment. The change has reduced the number of disputes received by the Commission and the number of disputes that were previously resolved informally through the assignment of a designated doctor.

² In reports prior to December 2004, disputes resolved prior to BRC included disputes withdrawn or denied.

³ Estimate based on calculation of BRCs concluded minus CCHs concluded divided by BRCs concluded.

⁴ Since Rule 141.6 became effective May 11, 2000, interlocutory orders to suspend are no longer issued.

BENEFIT DISPUTE RESOLUTION: Formal

Contested Case Hearings (CCHs)

The contested case hearing is similar in some ways to a hearing in a court of law. A Commission employee, called a hearing officer, presides at the hearing. The hearing officer examines the evidence, takes testimony and issues a decision on the dispute.

During the contested case hearing, each side presents its side of the dispute and may question witnesses and introduce evidence to support its case. Usually, only the disputed issues that were discussed at the benefit review conference are discussed at the contested case hearing. New issues may be discussed only if both sides agree to allow a new issue to be raised or if the hearing officer allows it.

Generally, a benefit review conference is required before a contested case hearing can be held.

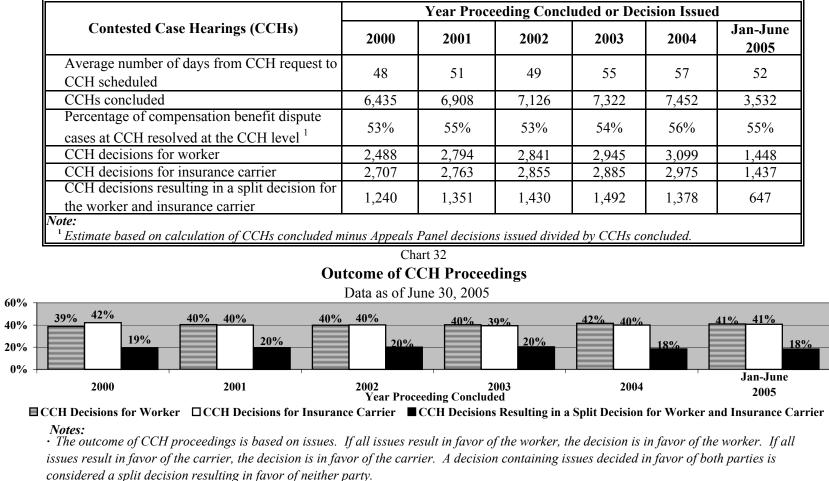


Table 46

• The sum of the percentages may not equal 100% due to rounding.

Percent

BENEFIT DISPUTE RESOLUTION: Formal

The Appeals Panel

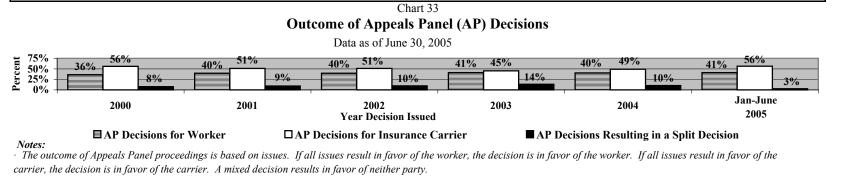
If either side disagrees with the hearing officer's decision, the decision may be appealed to the Commission's Appeals Panel within 15 days of receiving the decision. The Appeals Panel reviews the hearing officer's decision and the record from the contested case hearing. Neither side appears in person before the Appeals Panel. Instead, both sides submit written statements describing their positions. The Appeals Panel may either uphold the hearing officer's decision, overturn the decision and issue its own decision, or order that a second contested case hearing be held on the dispute. Table 17

		Year Proc	ceeding Concl	uded or Decis	ion Issued	
Appeals Panel Decisions	2000	2001	2002	2003	2004	Jan-June 2005
Average number of days from Appeals Panel request to issuance of decision	41	39	41	44	46	47
Appeals Panel decisions issued (decisions issued plus affirmed hearing officer's decisions that become final without a decision from Appeals Panel)	3,043	3,092	3,357	3,371	3,286	1,592
Percentage of compensation benefit dispute cases at Appeals Panel resolved at the Appeals Panel level ¹	86%	85%	85%	86%	85%	86%
Percent of appeals where hearing officer's decision becomes final without decision from Appeals Panel ²	2.89%	7.02%	5.36%	6.20%	21.78%	90.29%
Outcome of Appeals ³		-	-	-		-
Appeals Panel decisions for worker	957	1,095	1,237	1,296	1,254	629
Appeals Panel decisions for insurance carrier	1,513	1,414	1,614	1,442	1,547	860
CCH decisions overturned in favor of worker	59	22	28	29	23	9
CCH decisions overturned in favor of insurance carrier	62	29	17	13	14	13
Appeals resulting in a split decision for the worker and insurance carrier	217	259	304	434	331	41
Appeals remanded to the CCH level	120	178	96	87	74	17
Requests for Appeals Panel review rejected because of untimely filing of request	111	94	61	69	43	23

¹ Estimate based on calculation of Appeals Panel decisions issued minus requests for judicial review divided by Appeals Panel decisions issued.

² Beginning in November 2004, Commission staff reviews all appeals filed and makes a determination on whether the Hearing Officer's decision would be affirmed and whether there are significant new issues that need to be addressed. If the determination is the decision would be affirmed and there are no significant new issues raised, the appeal is allowed to become final without a decision by the 3-member panel.

³ The outcome of appeals does not total Appeals Panel decisions issued because appeals on attorney fees are not included in the list of categories.



• The outcome percentages do not include remands to CCH or untimely requests for judicial review. Also, the sum of the percentages may not equal 100% due to rounding.

BENEFIT DISPUTE RESOLUTION: Formal

Judicial Review

Workers' compensation disputes may not be heard in court unless the dispute has first gone through the Commission's administrative dispute resolution process, and the Appeals Panel has issued a decision. Either side may ask for a court to review the Commission's decision on the dispute within 40 days after the decision of the Appeals Panel is filed with the Hearings division. The court may only review the disputed issues that the Appeals Panel ruled on, and the judge and jury may consider the Commission's decision when determining a verdict.

	Year of Request for Review or Trial							
Judicial Review of Appeals Panel Decisions	2000	2001	2002	2003	2004	Jan-June 2005		
General Information								
Requests for judicial review by worker ¹	233	220	205	221	188	100		
Requests for judicial review by insurance carrier ¹	192	235	285	259	294	121		
Outcome of Judical Review ²								
Jury trials	4	6	5	4	3	0		
Bench trials	3	0	4 ³	1	5	0		
Average number of days from requests for judicial review to trial	843	514	619	427	688	0		
Appeals Panel decisions upheld in favor of worker	5	3	3	2	0	0		
Appeals Panel decisions upheld in favor of insurance carrier	1	0	1	1	0	0		
Appeals Panel decisions overturned in favor of worker	1	0	0	0	0	0		
Appeals Panel decisions overturned in favor of insurance carrier	0	3	2	2	8	0		
Trial court decisions for insurance carrier because worker did not contest the carrier's appeal ⁴	12	31	26	8	9	0 5		

Table 48

¹ Number of requests is determined by using the date the Commission received the original petition.

² With the exception of the last item, the data reported only reflects cases in which the Commission intervened.

³ One bench trial resulted in a default judgment; that case is also reflected in the last measure in this table.

⁴ Totals show number of cases in which carrier obtained default judgment against the claimant, and since 1998, the totals also include summary judgments, which the injured employee did not contest.

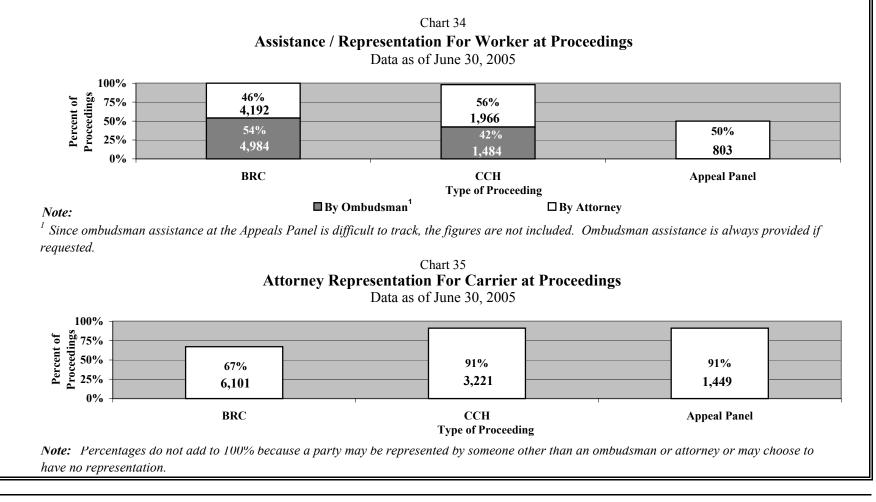
⁵ As of June 30, 2005, proposed judgments were received by the Commission in accordance with 410.258 in 221 cases. Final disposition in these cases may not have been reported to the Commission.

Ombudsman Assistance

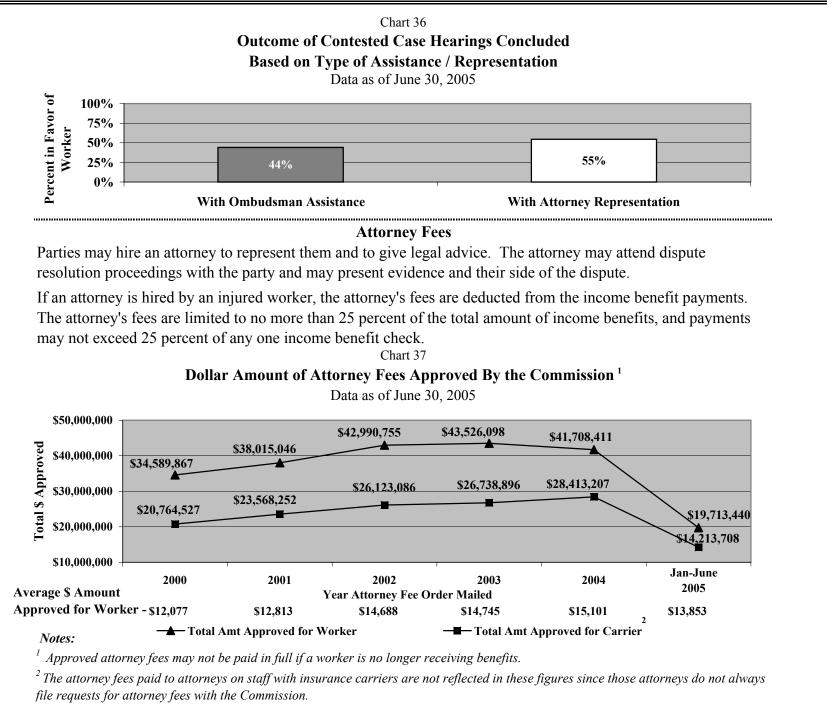
The Ombudsman program assists unrepresented employees and other parties involved with the Texas workers' compensations system. Ombudsmen can:

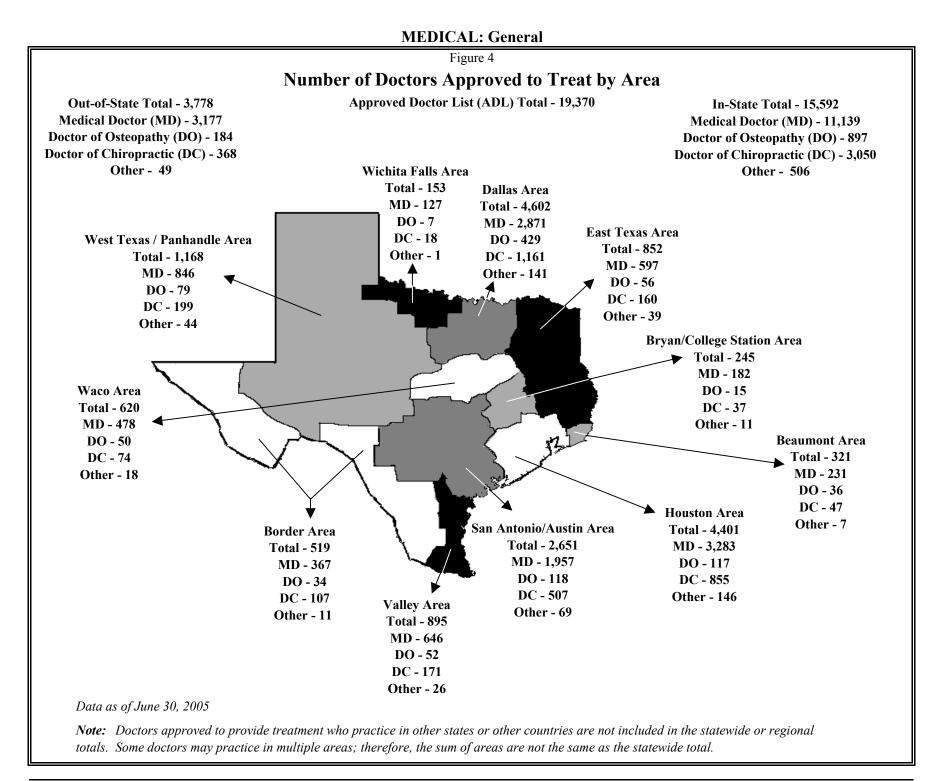
- give information to help make decisions;
- · communicate with employers, insurance companies, and health care providers on the injured worker's behalf;
- \cdot show how to gather and prepare facts and evidence for dispute resolution proceedings;
- help present facts and evidence at dispute resolution proceedings;
- · help parties ask questions of witnesses and raise questions about evidence at dispute resolution proceedings; and
- \cdot give information about how to appeal a dispute resolution decision.

Ombudsmen are not attorneys and may not give legal advice, make any decisions for the injured worker, or sign agreements or forms. An average of 58 Ombudsman were on staff with the Commission January through June 2005.



BENEFIT DISPUTE RESOLUTION: Assistance and Representation





MEDICAL: Medical Payments

		Table 49									
	MEDICAL PAYMENTS REPORTED ^{1,2}										
		Year Service Provided									
Not Updated Since December 2004	1999	2000	2001	2002	2003	2004					
Medical Payments to Health Care Providers											
To doctors	\$388,340,138	\$389,892,085	\$416,184,276	\$486,130,710	\$433,752,250	\$296,943,991					
To chiropractors	\$120,581,703	\$140,527,726	\$165,715,493	\$184,505,720	\$165,684,716	\$107,651,882					
To optometrists	\$82,987	\$93,564	\$122,799	\$120,306	\$111,337	\$109,186					
To podiatrist	\$1,193,789	\$1,158,727	\$1,058,921	\$1,329,624	\$1,440,773	\$1,354,577					
To physical therapists	\$96,190,575	\$95,118,921	\$94,249,976	\$103,109,287	\$94,506,932	\$64,546,919					
To occupational therapists	\$14,884,502	\$13,828,422	\$15,664,229	\$19,015,527	\$16,449,697	\$12,466,194					
To all others	\$68,871,103	\$74,801,364	\$86,529,855	\$109,358,326	\$106,964,917	\$77,420,977					
Total Medical Payments Excluding Hospitals	\$690,144,797	\$715,420,809	\$779,525,549	\$903,569,500	\$818,910,622	\$560,493,726					
Medical Payments to Hospitals, including Ar	nbulatory Surgica	l Centers	•			•					
Inpatient	\$107,154,891	\$96,991,548	\$120,463,134	\$150,880,590	\$151,012,170	\$95,232,042					
Outpatient - Hospital	\$200,832,212	\$183,787,734	\$203,031,005	\$212,954,609	\$193,417,588	\$127,581,470					
Outpatient - Ambulatory Surgical	\$29,789,610	\$31,973,468	\$49,717,282	\$73,317,556	\$70,273,755	\$40,859,082					
Unidentified	\$375,512	\$262,486	\$89,235	N/A	N/A	N/A					
Total Hospital Payments	\$338,152,225	\$313,015,236	\$373,300,656	\$437,152,755	\$414,703,513	\$263,672,594					
Total Payments to Health Care Providers and Hospitals	\$1,028,297,022	\$1,028,436,045	\$1,152,826,205	\$1,340,722,255	\$1,233,614,135	\$824,166,320					
Medical Payments for Specified Types of Tro	eatment ³	·	•								
Evaluation and Management	\$142,203,161	\$141,498,650	\$147,830,111	\$171,111,414	\$167,151,281	\$137,161,191					
Physical Medicine and Manipulations ⁴	\$285,355,540	\$310,573,847	\$355,325,279	\$400,405,151	\$369,071,739	\$248,718,308					
Psychiatric Treatment	\$6,949,768	\$7,337,710	\$8,237,195	\$11,155,309	\$10,428,746	\$5,639,993					
Surgery (Including Anesthesia) ⁵	\$146,640,522	\$146,211,383	\$155,324,762	\$190,312,338	\$153,770,063	\$85,352,100					

Notes:

¹ The total medical payments reported will not comprehensively reflect service provided during the recent periods until all of the medical billing data is reported to the Commission.

² The payments reported include only care associated with injuries occurring on or after January 1, 1991.

³ These numbers are determined by using Current Procedural Terminology (CPT) codes published by the AMA. These treatments may be provided by several professional license types and are included in the total amount of medical payments to health care providers.

⁴ Physical medicine and manipulations includes physical therapy, work hardening, work conditioning, and manipulations by all provider types.

⁵ The figures presented for surgery treatments include only payments made to health care providers and not those to hospitals.

Note: In February 2005, the Commission stopped receiving medical billing data while transitioning to a new medical bill data collection process. Due to this transition, none of the medical payment data for any of the service years has been updated since the December 2004 report.

	Table 50							
Year Service Provided								
1999	2000	2001	2002	2003	2004			
\$161,405,379	\$178,171,542	\$209,413,144	\$261,350,921	\$289,504,085	\$226,953,394			
\$5,119,425	\$6,794,702	\$7,340,923	\$9,395,073	\$8,574,600	\$6,225,842			
\$63,398,332	\$60,262,788	\$77,983,063	\$104,524,983	\$134,410,500	\$107,165,562			
\$229,923,136	\$245,229,032	\$294,737,130	\$375,270,977	\$432,489,185	\$340,344,798			
\$276,270	\$900,674	\$1,430,950	\$2,745,892	\$3,307,194	\$2,205,450			
\$114,190,642	\$124,431,049	\$159,002,266	\$222,704,457	\$209,300,380	\$169,551,393			
\$114,466,912	\$125,331,723	\$160,433,216	\$225,450,349	\$212,607,574	\$171,756,843			
	\$161,405,379 \$5,119,425 \$63,398,332 \$229,923,136 \$276,270 \$114,190,642	19992000\$161,405,379\$178,171,542\$5,119,425\$6,794,702\$63,398,332\$60,262,788\$229,923,136\$245,229,032\$276,270\$900,674\$114,190,642\$124,431,049	Year Servia 1999 2000 2001 \$161,405,379 \$178,171,542 \$209,413,144 \$5,119,425 \$6,794,702 \$7,340,923 \$63,398,332 \$60,262,788 \$77,983,063 \$229,923,136 \$245,229,032 \$294,737,130 \$276,270 \$900,674 \$1,430,950 \$114,190,642 \$124,431,049 \$159,002,266	Year Service Provided 1999 2000 2001 2002 \$161,405,379 \$178,171,542 \$209,413,144 \$261,350,921 \$5,119,425 \$66,794,702 \$7,340,923 \$9,395,073 \$63,398,332 \$60,262,788 \$77,983,063 \$104,524,983 \$229,923,136 \$245,229,032 \$294,737,130 \$375,270,977 \$276,270 \$900,674 \$1,430,950 \$2,745,892 \$114,190,642 \$124,431,049 \$159,002,266 \$222,704,457	Year Service Provided19992000200120022003\$161,405,379\$178,171,542\$209,413,144\$261,350,921\$289,504,085\$5,119,425\$6,794,702\$7,340,923\$9,395,073\$8,574,600\$63,398,332\$60,262,788\$77,983,063\$104,524,983\$134,410,500\$229,923,136\$245,229,032\$294,737,130\$375,270,977\$432,489,185\$276,270\$900,674\$1,430,950\$2,745,892\$3,307,194\$114,190,642\$124,431,049\$159,002,266\$222,704,457\$209,300,380			

¹ The "cost savings" reported will not comprehensively reflect service provided during the recent periods until the medical billing data has matured.

² Includes denials of medical charges because (1) preauthorization was required but not requested, or (2) preauthorization was denied but service was provided. The figures do not reflect savings due to services not performed because preauthorization requests were denied.

Ta	ble	51

	Year Service Provided							
Health Care Provider Compliance	2000	2001	2002	2003	2004	Jan-June 2005		
Percent of impairment reports (TWCC- 69) filed timely with the Commission by the certifying doctor ¹	50%	51%	62%	63%	65%	72%		
Average number of days for payment of medical bills correctly submitted by health care providers	26	25	25	25	23	Data Not Available		

Note:

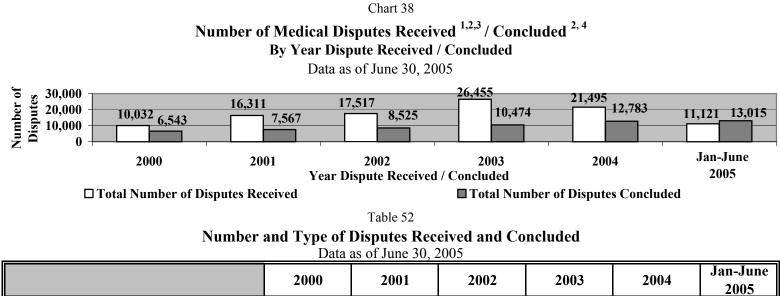
¹ As of the June, 2002 publication, some TWCC-69s previously included in the measure have been eliminated. For instance, the measure no longer includes TWCC-69s for which (1) there is not a filing deadline in statute or rule, or (2) a filing deadline cannot be calculated with certainty.

Note: Table 50 and the "Average number of days for payment of medical bills correctly submitted by health care providers" in Table 51 have not been updated for the June 2005 publication. In February 2005, the Commission stopped receiving medical billing data while transitioning to a new medical bill data collection process. Due to this transition, none of the medical payment data for any of the service years has been updated since the December 2004 report.

The following types of disputed issues are handled in the medical dispute resolution system:

- · Preauthorization disputes;
- · Retrospective Medical Necessity disputes; and
- · Retrospective Medical Fee disputes.

As of January 1, 2002, Independent Review Organizations (IROs) issue findings and decisions on disputes involving preauthorization and retrospective medical necessity issues. A medical dispute resolution officer (MDRO) issues findings and decisions on medical fee disputes.



						2005
Disputes Received ^{1,2,3}						
Preauthorization Disputes	1,309	984	1,409	1,954	1,933	1,361
Medical Necessity Disputes	1,685	3,847	2,602	3,622	4,293	1,486
Medical Fee Disputes	2,210	3,611	5,639	13,278	10,297	6,754
No Jurisdiction/Incomplete Disputes	4,828	7,869	7,867	7,601	4,972	1,520
Disputes Concluded ^{2, 4}						
Preauthorization Disputes	1,367	872	1,237	2,089	1,929	1,333
Medical Necessity Disputes	1,614	3,180	3,221	3,602	4,784	1,735
Medical Fee Disputes	3,562	3,515	4,067	4,783	6,070	9,947

Notes:

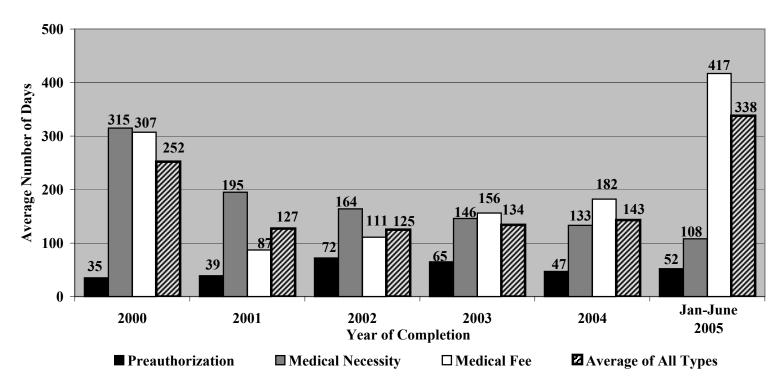
The date a dispute is received is based on the date the Commission receives the dispute (date stamp date) rather than the date of entry into the automated system.

² Totals do not include hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

³ The increase in the number of disputes received in 2003 is due primarily to the filing of a large volume of pharmacy related fee disputes, which has resulted in an overall increase in the total number of disputes received.

⁴ The number of disputes concluded is higher in 2005 due to an increased effort by the Commission to resolve pending medical fee disputes.



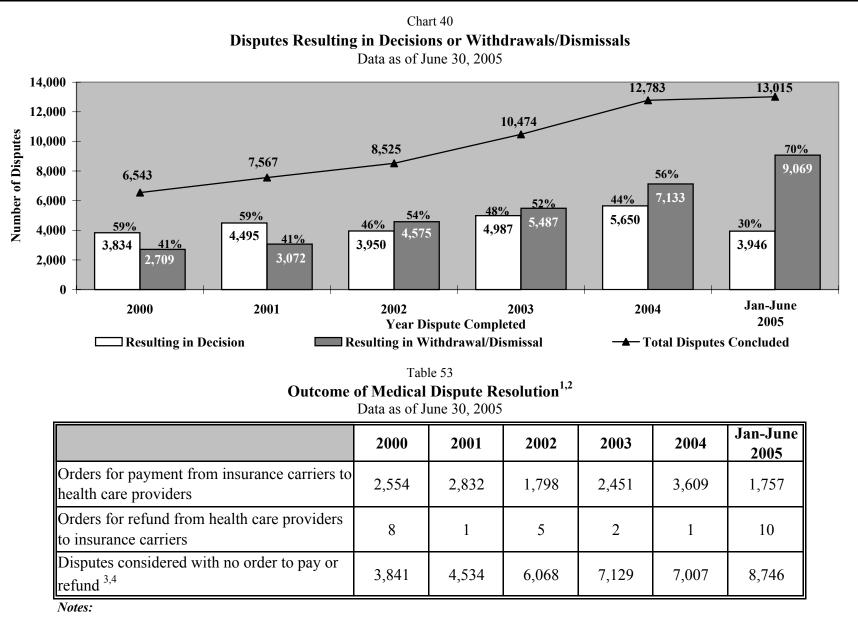


Notes:

• The average number of days is calculated for all completed disputes (including decisions, dismissals, and withdrawals) by dividing "the number of days from the date the Commission receives the dispute (stamp date) to the date the dispute is completed for all disputes" by "the total number of completed disputes."

• This data does not include completed hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

 \cdot The average number of days to complete a medical fee dispute is substantially higher in 2005 due to an increased effort by the Commission to resolve pending medical fee disputes.

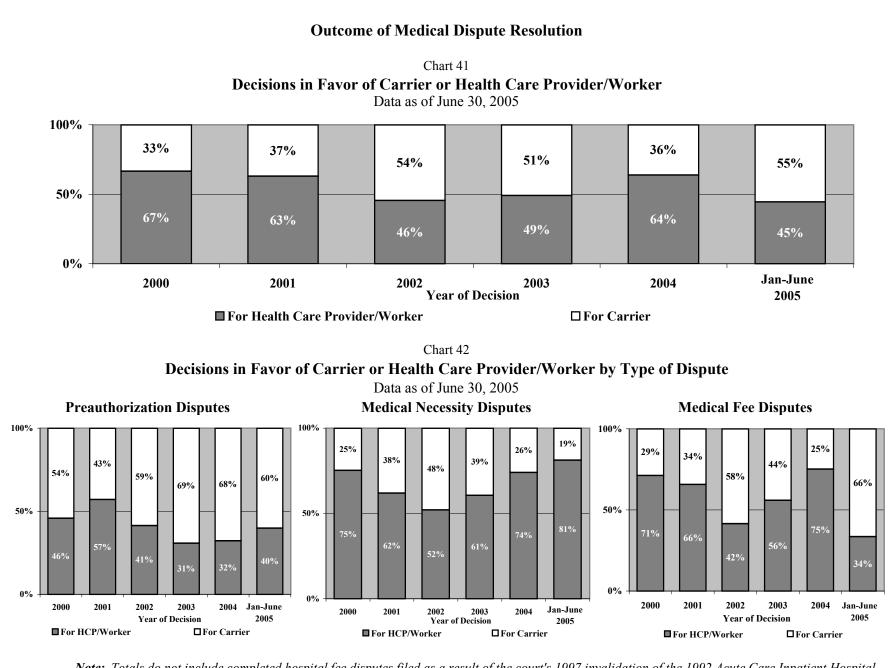


¹ Totals may not sum to total disputes concluded due to disputes not included in the table, which are closed and referred to the field office, identified as no jurisdiction, etc.

² Totals do not include completed hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

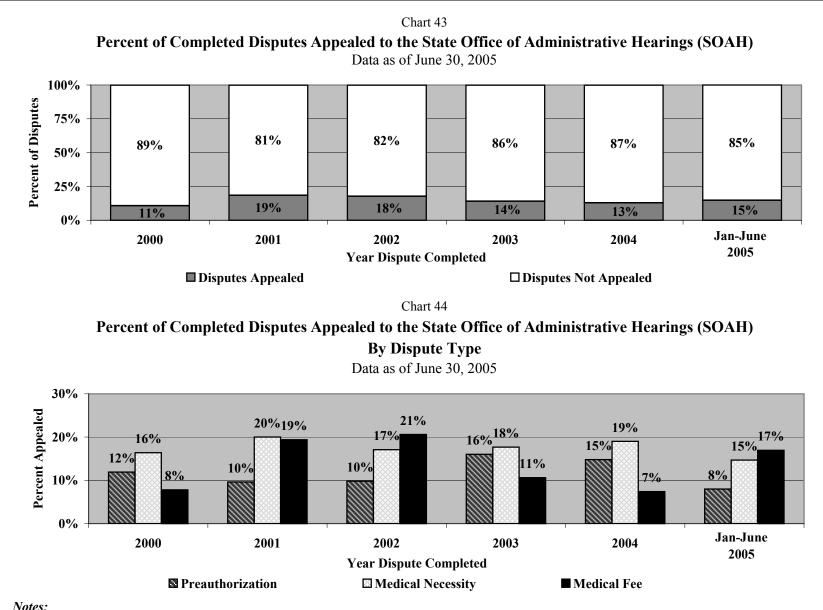
³ Totals include decisions in favor of the insurance carrier or the health care provider, split decisions, withdrawals and dismissals.

⁴ The increase in 2002, 2003, 2004 and 2005 is due primarily to an increase in the number of dismissals and withdrawals.



Note: Totals do not include completed hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

MEDICAL: Medical Dispute Resolution



Notes:

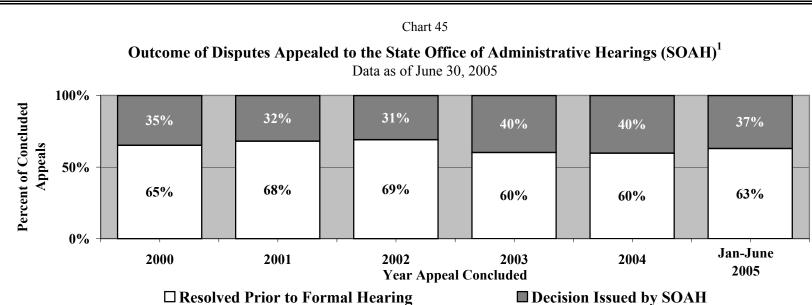
· Completed disputes are those resulting in a decision, withdrawal or dismissal and those processed by both TWCC and the IROs.

• Appeal data for the most recent months in 2005 is not complete; therefore, the percentages are based on completed disputes as of March 31,

2005 and any appeals for those disputes filed through June 30, 2005.

· Totals do not include completed hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

MEDICAL: Medical Dispute Resolution



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Outcome of Disputes Resulting in Decisions Issued by SOAH^{1,2} Data as of June 30, 2005

	E		, 2005			. .
	2000	2001	2002	2003	2004	Jan-June 2005
Affirmed in Favor of Carrier	40%	17%	28%	33%	29%	22%
Affirmed in Favor of HCP	27%	35%	26%	16%	19%	27%
Affirmed (Disputes with no Findings)	3%	0%	1%	0%	1%	2%
Reversed in Favor of Carrier	8%	20%	21%	20%	19%	22%
Reversed in Favor of HCP	15%	12%	18%	21%	18%	10%
Reversed (Disputes with no Findings)	0%	1%	0%	0%	0%	0%
Mixed	2%	3%	3%	8%	11%	15%
Remanded	6%	12%	4%	2%	4%	2%

Notes:

¹ Totals do not include hospital fee disputes filed as a result of the court's 1997 invalidation of the 1992 Acute Care Inpatient Hospital Fee Guidelines.

 2 Decisions issued by the administrative law judge at SOAH determine whether the decision issued by the medical dispute resolution officer (MDRO) or the independent review organization (IRO) is affirmed, reversed, or remanded back to the Commission for further review. Mixed decisions indicate that a portion of the MDRO's or IRO's decision is affirmed and a portion is reversed.

INJURIES BY NATURE

			А	PPENDI	X A										
Detail Claim Information (DCI)		Year Injury Occurred													
Classification	2000		2001		2002		2003		2004		Jan-June 2005				
Contusion	19,704	12.0%	18,296	11.4%	17,518	11.4%	15,424	11.0%	13,689	11.1%	6,152	12.6%			
Fracture	9,069	5.5%	8,787	5.5%	8,432	5.5%	8,085	5.8%	7,900	6.4%	3,399	7.0%			
Hernia or Rupture	2,497	1.5%	2,535	1.6%	2,302	1.5%	2,106	1.5%	2,002	1.6%	621	1.3%			
Hernia	1,875	1.1%	1,827	1.1%	1,588	1.0%	1,442	1.0%	1,383	1.1%	455	0.9%			
Rupture	622	0.4%	708	0.4%	714	0.5%	664	0.5%	619	0.5%	166	0.3%			
Laceration or Puncture	11,517	7.0%	10,803	6.7%	10,814	7.0%	9,873	7.1%	8,961	7.3%	3,750	7.7%			
Laceration	9,618	5.9%	8,899	5.5%	8,490	5.5%	7,775	5.6%	7,200	5.8%	3,063	6.3%			
Puncture	1,899	1.2%	1,904	1.2%	2,324	1.5%	2,098	1.5%	1,761	1.4%	687	1.4%			
Sprain or Strain	74,085	45.0%	71,163	44.2%	67,943	44.0%	62,507	44.7%	55,717	45.2%	21,423	44.0%			
Sprain	15,869	9.6%	16,035	10.0%	16,514	10.7%	15,631	11.2%	14,347	11.6%	5,969	12.3%			
Strain	58,216	35.4%	55,128	34.3%	51,429	33.3%	46,876	33.5%	41,370	33.6%	15,454	31.7%			
Carpal Tunnel Syndrome	3,197	1.9%	3,047	1.9%	2,815	1.8%	2,528	1.8%	1,561	1.3%	266	0.6%			
Occupational / Cumulative	10,052	6.1%	10,302	6.4%	10,750	7.0%	9,741	7.0%	8,236	6.7%	3,394	7.0%			
Aids	10	0.0%	10	0.0%	5	0.0%	8	0.0%	4	0.0%	5	0.0%			
All Other Cumulative (Noc)	4,208	2.6%	3,885	2.4%	3,876	2.5%	3,344	2.4%	2,493	2.0%	773	1.6%			
All Other Occupational (Noc)	680	0.4%	837	0.5%	842	0.6%	662	0.5%	619	0.5%	230	0.5%			
Asbestosis	72	0.0%	45	0.0%	126	0.1%	56	0.0%	35	0.0%	15	0.0%			
Black Lung	7	0.0%	5	0.0%	38	0.0%	3	0.0%	<3	0.0%	<3	0.0%			
Byssinosis	<3	0.0%	4	0.0%	6	0.0%	<3	0.0%	<3	0.0%	<3	0.0%			
Cancer	18	0.0%	16	0.0%	9	0.0%	7	0.0%	6	0.0%	3	0.0%			
Contagious Disease	839	0.5%	1,044	0.7%	1,207	0.8%	1,468	1.1%	1,336	1.1%	717	1.5%			
Dermatitis	1,653	1.0%	1,860	1.2%	1,935	1.3%	1,766	1.3%	1,539	1.3%	747	1.5%			
Dust Disease	63	0.0%	65	0.0%	61	0.0%	39	0.0%	41	0.0%	14	0.0%			
Loss of Hearing	186	0.1%	210	0.1%	166	0.1%	228	0.2%	162	0.1%	67	0.1%			
Mental Disorder	121	0.1%	117	0.1%	126	0.1%	90	0.1%	92	0.1%	32	0.1%			
Mental Stress	564	0.3%	552	0.3%	567	0.4%	598	0.4%	501	0.4%	201	0.4%			
Poisoning - Chemical	200	0.1%	304	0.2%	179	0.1%	193	0.1%	215	0.2%	74	0.2%			
Poisoning - Metal	43	0.0%	24	0.0%	12	0.0%	16	0.0%	19	0.0%	5	0.0%			
Radiation	8	0.0%	15	0.0%	12	0.0%	20	0.0%	10	0.0%	4	0.0%			
Respiratory Disorders	1,354	0.8%	1,261	0.8%	1,491	1.0%	1,226	0.9%	1,159	0.9%	503	1.0%			
Silicosis	7	0.0%	31	0.0%	76	0.1%	12	0.0%	<3	0.0%	<3	0.0%			
Vdt Related Disease	17	0.0%	17	0.0%	16	0.0%	5	0.0%	4	0.0%	<3	0.0%			

(continued next page)

INJURIES BY NATURE

			APPI	ENDIX A	- cont.							
Detail Claim Information (DCI)												
Classification	2000		2001		2002		2003		2004		Jan-June 2005	
All Other Classified Claims	31,681	19.3%	32,694	20.3%	31,112	20.2%	27,223	19.5%	22,701	18.4%	8,577	17.6%
No Physical Injury	431	0.3%	527	0.3%	717	0.5%	1,000	0.7%	803	0.7%	198	0.4%
Amputation	621	0.4%	642	0.4%	553	0.4%	447	0.3%	490	0.4%	213	0.4%
Angina Pectoris	72	0.0%	75	0.1%	81	0.1%	118	0.1%	68	0.1%	31	0.1%
Asphyxiation	37	0.0%	42	0.0%	32	0.0%	17	0.0%	31	0.0%	11	0.0%
Burn	2,321	1.4%	2,246	1.4%	1,973	1.3%	1,770	1.3%	1,631	1.3%	728	1.5%
Concussion	574	0.4%	582	0.4%	536	0.4%	582	0.4%	517	0.4%	243	0.5%
Crushing	1,471	0.9%	1,331	0.8%	1,143	0.7%	1,072	0.8%	1,059	0.9%	477	1.0%
Dislocation	1,208	0.7%	1,204	0.8%	1,054	0.7%	1,060	0.8%	903	0.7%	341	0.7%
Electric Shock	255	0.2%	233	0.1%	237	0.2%	225	0.2%	193	0.2%	74	0.2%
Enucleation	8	0.0%	14	0.0%	12	0.0%	7	0.0%	9	0.0%	<3	0.0%
Foreign Body	2,239	1.4%	1,946	1.2%	1,757	1.1%	1,323	1.0%	1,240	1.0%	550	1.1%
Freezing	29	0.0%	20	0.0%	16	0.0%	13	0.0%	10	0.0%	6	0.0%
Hearing Loss or Impairment	252	0.2%	180	0.1%	155	0.1%	145	0.1%	100	0.1%	29	0.1%
Heat Prostration	408	0.3%	339	0.2%	309	0.2%	353	0.3%	325	0.3%	65	0.1%
Infection	482	0.3%	465	0.3%	598	0.4%	653	0.5%	595	0.5%	225	0.5%
Inflammation	3,750	2.3%	4,094	2.5%	4,453	2.9%	3,924	2.8%	3,486	2.8%	1,274	2.6%
Myocardial Infarction	247	0.2%	227	0.1%	218	0.1%	261	0.2%	201	0.2%	69	0.1%
Poisoning General	127	0.1%	131	0.1%	206	0.1%	194	0.1%	163	0.1%	61	0.1%
Severance	182	0.1%	164	0.1%	142	0.1%	174	0.1%	156	0.1%	83	0.2%
Syncope	100	0.1%	141	0.1%	148	0.1%	183	0.1%	160	0.1%	66	0.1%
Vascular	55	0.0%	71	0.0%	58	0.0%	54	0.0%	40	0.0%	11	0.0%
Vision Loss	48	0.0%	43	0.0%	44	0.0%	49	0.0%	42	0.0%	18	0.0%
All Other Specific Injuries (Noc)	16,764	10.2%	17,977	11.2%	16,670	10.8%	13,599	9.7%	10,479	8.5%	3,802	7.8%
Multiple Injuries	2,745	1.7%	3,334	2.1%	2,616	1.7%	2,282	1.6%	2,442	2.0%	1,100	2.3%
Multiple Physical Only	2,621	1.6%	3,129	1.9%	2,417	1.6%	2,186	1.6%	2,361	1.9%	1,070	2.2%
Multiple Physical & Psychological	124	0.1%	205	0.1%	199	0.1%	96	0.1%	81	0.1%	30	0.1%
Total Reported Injuries With Nature of Injury Data	164,547 160,961		154,302		139,769		123,209		48,682			

Note: Detail percentages may not add up to the high level percentages due to rounding.

INJURIES BY BODY PART

			А	PPENDI	ХВ									
Detail Claim Information (DCI)	Year Injury Occurred													
Classification	2000		2001		2002		2003		2004		Jan-June 2005			
Head	9,768	5.9%	9,371	5.8%	9,355	6.0%	8,282	5.9%	7,455	6.0%	3,110	6.4%		
Brain	346	0.2%	348	0.2%	393	0.3%	339	0.2%	309	0.3%	116	0.2%		
Ear(s)	713	0.4%	711	0.4%	614	0.4%	616	0.4%	470	0.4%	152	0.3%		
Eye(s)	3,329	2.0%	2,909	1.8%	3,029	2.0%	2,457	1.8%	2,319	1.9%	990	2.0%		
Facial Bones	226	0.1%	228	0.1%	234	0.2%	233	0.2%	227	0.2%	89	0.2%		
Mouth	246	0.2%	252	0.2%	227	0.2%	224	0.2%	198	0.2%	101	0.2%		
Multiple Head Injuries	1,628	1.0%	1,502	0.9%	1,325	0.9%	1,353	1.0%	1,408	1.1%	610	1.3%		
Nose	333	0.2%	355	0.2%	312	0.2%	302	0.2%	263	0.2%	100	0.2%		
Skull	1,085	0.7%	982	0.6%	956	0.6%	954	0.7%	809	0.7%	373	0.8%		
Soft Tissue	1,704	1.0%	1,937	1.2%	2,129	1.4%	1,664	1.2%	1,337	1.1%	552	1.1%		
Teeth	158	0.1%	147	0.1%	136	0.1%	140	0.1%	115	0.1%	27	0.1%		
Neck	3,867	2.3%	3,954	2.5%	3,985	2.6%	3,865	2.8%	3,214	2.6%	1,109	2.3%		
Disc (Incl. Cervical Segment)	304	0.2%	379	0.2%	404	0.3%	361	0.3%	265	0.2%	105	0.2%		
Larynx	38	0.0%	35	0.0%	23	0.0%	32	0.0%	22	0.0%	9	0.0%		
Multiple Neck Injuries	1,913	1.2%	1,827	1.1%	1,681	1.1%	1,877	1.3%	1,690	1.4%	556	1.1%		
Soft Tissue (Other than Larynx/ Trachea)	1,226	0.7%	1,343	0.8%	1,526	1.0%	1,261	0.9%	980	0.8%	345	0.7%		
Spinal Cord (Incl. Cervical Segment)	77	0.1%	77	0.1%	119	0.1%	96	0.1%	52	0.0%	14	0.0%		
Trachea	34	0.0%	24	0.0%	23	0.0%	16	0.0%	17	0.0%	10	0.0%		
Vertebrae	275	0.2%	269	0.2%	209	0.1%	222	0.2%	188	0.2%	70	0.1%		
Upper Extremities	47,652	28.9%	46,988	29.2%	45,132	29.2%	40,410	28.8%	35,242	28.6%	13,088	27.0%		
Elbow	2,614	1.6%	2,639	1.6%	2,645	1.7%	2,356	1.7%	2,130	1.7%	771	1.6%		
Fingers	8,155	4.9%	7,859	4.9%	7,590	4.9%	6,785	4.8%	6,342	5.1%	2,647	5.5%		
Hand	7,777	4.7%	7,597	4.7%	6,991	4.5%	6,250	4.5%	5,441	4.4%	2,104	4.3%		
Lower Arm	3,790	2.3%	3,679	2.3%	3,735	2.4%	3,205	2.3%	2,851	2.3%	1,112	2.3%		
Multiple Upper Extremities	4,329	2.6%	4,679	2.9%	4,168	2.7%	3,836	2.7%	3,193	2.6%	1,025	2.1%		
Shoulder(s)	5,648	3.4%	6,285	3.9%	6,737	4.4%	6,420	4.6%	5,685	4.6%	1,998	4.1%		
Thumb	2,405	1.5%	2,135	1.3%	2,076	1.3%	1,894	1.4%	1,617	1.3%	746	1.5%		
Upper Arm (Incl. Clavicle and Scapula)	4,564	2.8%	3,951	2.5%	3,387	2.2%	2,846	2.0%	2,363	1.9%	856	1.8%		
Wrist	7,585	4.6%	7,133	4.4%	6,748	4.4%	5,890	4.2%	4,840	3.9%	1,604	3.3%		
Wrist(s) & Hand(s)	785	0.5%	1,031	0.6%	1,055	0.7%	928	0.7%	780	0.6%	225	0.5%		

PUB. NO. EX05-039A(6-05)

INJURIES BY BODY PART

			APPI	ENDIX B	- cont.							
Detail Claim Information (DCI) Year Injury Occurred												
Classification	2000		2001		2002		2003		2004		Jan-June 2005	
Trunk	45,502	27.6%	42,810	26.6%	41,469	26.8%	36,375	25.9%	31,438	25.5%	12,221	25.2%
Abdomen	2,735	1.7%	2,813	1.8%	2,657	1.7%	2,525	1.8%	2,402	2.0%	915	1.9%
Buttocks	256	0.2%	277	0.2%	284	0.2%	252	0.2%	217	0.2%	90	0.2%
Chest	2,590	1.6%	2,367	1.5%	2,328	1.5%	2,057	1.5%	1,901	1.5%	819	1.7%
Disc (Other than Cervical Segment)	253	0.2%	268	0.2%	261	0.2%	272	0.2%	239	0.2%	56	0.1%
Heart	284	0.2%	290	0.2%	293	0.2%	340	0.2%	240	0.2%	94	0.2%
Internal Organs (Other than Heart and Lungs)	1,417	0.9%	1,305	0.8%	1,453	0.9%	1,374	1.0%	952	0.8%	391	0.8%
Lower Back Area	31,023	18.8%	28,950	18.0%	27,806	18.0%	23,810	17.0%	20,429	16.6%	7,915	16.3%
Lumbar And/or Sacral Vertebrae	270	0.2%	325	0.2%	446	0.3%	515	0.4%	421	0.3%	186	0.4%
Lungs	667	0.4%	713	0.4%	807	0.5%	592	0.4%	568	0.5%	248	0.5%
Multiple Trunk	2,381	1.4%	2,310	1.4%	2,149	1.4%	1,812	1.3%	1,376	1.1%	480	1.0%
Pelvis	719	0.4%	554	0.3%	500	0.3%	414	0.3%	353	0.3%	134	0.3%
Sacrum and Coccyx	260	0.2%	289	0.2%	255	0.2%	245	0.2%	233	0.2%	102	0.2%
Spinal Cord (Other than Cervical Segment)	79	0.1%	82	0.1%	102	0.1%	100	0.1%	120	0.1%	36	0.1%
Upper Back Area	2,568	1.6%	2,267	1.4%	2,128	1.4%	2,067	1.5%	1,987	1.6%	755	1.6%
Lower Extremities	34,279	20.8%	33,022	20.5%	32,140	20.8%	29,026	20.7%	26,145	21.2%	10,738	22.1%
Ankle	6,895	4.2%	6,614	4.1%	6,507	4.2%	5,894	4.2%	5,301	4.3%	2,360	4.9%
Foot	5,000	3.0%	4,809	3.0%	4,410	2.9%	3,987	2.8%	3,623	2.9%	1,499	3.1%
Great Toe	267	0.2%	280	0.2%	251	0.2%	241	0.2%	223	0.2%	111	0.2%
Hip	1,246	0.8%	1,279	0.8%	1,279	0.8%	1,128	0.8%	962	0.8%	379	0.8%
Knee	13,546	8.2%	13,158	8.2%	13,061	8.4%	11,834	8.4%	10,571	8.6%	4,048	8.3%
Lower Leg	3,470	2.1%	3,339	2.1%	3,331	2.2%	2,912	2.1%	2,636	2.1%	1,090	2.2%
Multiple Lower Extremities	1,793	1.1%	1,627	1.0%	1,393	0.9%	1,382	1.0%	1,319	1.1%	625	1.3%
Toes	970	0.6%	913	0.6%	864	0.6%	719	0.5%	715	0.6%	266	0.6%
Upper Leg	1,092	0.7%	1,003	0.6%	1,044	0.7%	929	0.7%	795	0.6%	360	0.7%
Multiple Body Parts	24,073	14.6%	24,591	15.3%	22,689	14.7%	22,417	16.0%	19,951	16.2%	8,304	17.1%
Artificial Appliance	31	0.0%	13	0.0%	5	0.0%	4	0.0%	5	0.0%	<3	0.0%
Body Systems and Multiple Body Systems	703	0.4%	757	0.5%	845	0.6%	795	0.6%	826	0.7%	300	0.6%
Insufficient Info to Properly Identify	1,233	0.8%	1,323	0.8%	1,245	0.8%	1,529	1.1%	1,560	1.3%	523	1.1%
Multiple Body Parts	21,431	13.0%	21,887	13.6%	19,850	12.8%	19,187	13.7%	16,813	13.6%	7,164	14.8%
No Physical Injury	675	0.4%	611	0.4%	744	0.5%	902	0.6%	747	0.6%	315	0.7%
Total Reported Injuries With Body Part Data	165,141 160,736		154,770 140,375				123,445		48,570			

Note: Detail percentages may not add up to the high level percentages due to rounding.

TWCC HELPFUL CONTACTS

COMPLIANCE AND PRACTICES Fraud Reporting	512-804-4700 512-804-4703	<u>compliance@twcc.state.tx.us</u> <u>fraud@twcc.state.tx.us</u>
CUSTOMER SERVICES	512-804-4636	customer.services@twcc.state.tx.us
GOVERNMENTAL RELATIONS	512-804-4250	govt.relations@twcc.state.tx.us
HEARINGS	512-804-4010	hearings@twcc.state.tx.us
FIELD OFFICES		(cityname)@twcc.state.tx.us
MEDICAL REVIEW	512-804-4800	medical.review@twcc.state.tx.us
PUBLIC INFORMATION	512-804-4200	public.information@twcc.state.tx.us
SELF-INSURANCE REGULATION	512-804-4775	self.insurance@twcc.state.tx.us
SEMINAR / TRAINING Medical Training Health & Safety Training Return to Work and Stay at Work All Other Training	512-804-4800 512-804-4632 512-804-4804 512-804-4578	<u>medical.training@twcc.state.tx.us</u> <u>safety.training@twcc.state.tx.us</u> <u>rtw@twcc.state.tx.us</u> general.training@twcc.state.tx.us
RESEARCH AND STATISTICAL SERVICES (Responsible for System Data Report)	512-804-5010	strategic.planning@twcc.state.tx.us
RETURN-TO-WORK	512-804-5002	rtw.services@twcc.state.tx.us
TXCOMP Technical or Access Questions	1-888-489-2667	www.txcomp.twcc.state.tx.us txcomp.help@twcc.state.tx.us
WORKERS' HEALTH & SAFETY Resource Center Safety Violations Hotline	512-804-4600 512-804-4620 1-800-452-9595	<u>health.safety@twcc.state.tx.us</u> <u>resource.center@twcc.state.tx.us</u>